

# After The Fact

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2008 Regular Session  
Fiscal Wrap-up

*Louisiana House of Representatives  
Prepared by the House Fiscal Division  
June 23, 2008*

# ***AFTER THE FACT***

## ***TABLE OF CONTENTS***

### ***HOUSE BILL NO. 1 - ENROLLED***

<i><b>Overview and Talking Points.....</b></i>	<i><b>2</b></i>
<i><b>Schedule 01 - Executive Department.....</b></i>	<i><b>4</b></i>
<i><b>Schedule 03 - Department of Veterans Affairs.....</b></i>	<i><b>6</b></i>
<i><b>Schedule 04 - Elected Officials.....</b></i>	<i><b>8</b></i>
<i><b>Schedule 05 - Department of Economic Development.....</b></i>	<i><b>14</b></i>
<i><b>Schedule 06 - Department of Culture, Recreation and Tourism.....</b></i>	<i><b>17</b></i>
<i><b>Schedule 07 - Department of Transportation and Development.....</b></i>	<i><b>18</b></i>
<i><b>Schedule 08 - Department of Public Safety and Corrections.....</b></i>	<i><b>20</b></i>
<i><b>Schedule 09 - Department of Health and Hospitals.....</b></i>	<i><b>26</b></i>
<i><b>Schedule 10 - Department of Social Services.....</b></i>	<i><b>30</b></i>
<i><b>Schedule 11 - Department of Natural Resources.....</b></i>	<i><b>31</b></i>
<i><b>Schedule 13 - Department of Environmental Quality.....</b></i>	<i><b>32</b></i>
<i><b>Schedule 14 - Department of Labor.....</b></i>	<i><b>34</b></i>
<i><b>Schedule 16 - Department of Wildlife and Fisheries.....</b></i>	<i><b>35</b></i>
<i><b>Schedule 17 - Department of Civil Service.....</b></i>	<i><b>36</b></i>
<i><b>Schedule 18 - Retirement Systems.....</b></i>	<i><b>37</b></i>
<i><b>Schedule 19 - Education</b></i>	
<i><b>Higher Education.....</b></i>	<i><b>38</b></i>
<i><b>Special Schools and Commissions.....</b></i>	<i><b>43</b></i>
<i><b>Department of Education.....</b></i>	<i><b>44</b></i>
<i><b>LSU Health Care Services Division.....</b></i>	<i><b>47</b></i>
<i><b>Schedule 20 - Other Requirements.....</b></i>	<i><b>48</b></i>

<b><i>SUPPLEMENTAL APPROPRIATIONS BILLS.....</i></b>	<b><i>50</i></b>
<b><i>TAX REDUCTIONS.....</i></b>	<b><i>52</i></b>
<b><i>STATE DEBT</i></b>	
<i>Capital Outlay.....</i>	<i>56</i>
<i>State Debt and Debt Service.....</i>	<i>57</i>
<b><i>Staff Contact Information.....</i></b>	<b><i>59</i></b>

**House  
Bill  
No. 1  
Enrolled**

## **HB 1 OVERVIEW**

<b>COMPARISON OF HB 1 TO 07-08</b>				
Means of Finance	07-08 Existing Operating Budget (12/01/07)	08-09 HB 1	Change from 12/01/07	Percent Change
State General Fund	8,061,751,058	9,065,826,383	1,004,075,325	12%
Interagency Transfers	2,073,537,252	1,889,384,375	(184,152,877)	-9%
Self-generated Rev	1,309,972,582	1,341,693,971	31,721,389	2%
Statutory Dedications	3,306,152,776	2,580,212,452	(725,940,324)	-22%
IEB	1,994,667	0	(1,994,667)	-100%
Federal Funds	19,632,508,573	14,976,597,903	(4,655,910,670)	-24%
TOTAL MOF	34,385,916,908	29,853,715,084	(4,532,201,824)	-13%
Authorized Positions	45,981	45,261	(720)	-2%

<b>COMPARISON OF HB 1 TO EXECUTIVE BUDGET</b>				
Means of Finance	08-09 Exec Budget	08-09 HB 1	Change from Exec Budget	Percent Change
State General Fund	8,590,826,146	9,065,826,383	475,000,237	6%
Interagency Transfers	1,468,882,910	1,889,384,375	420,501,465	29%
Self-generated Rev	1,356,045,729	1,341,693,971	(14,351,758)	-1%
Statutory Dedications	3,312,584,943	2,580,212,452	(732,372,491)	-22%
IEB	0	0	0	0%
Federal Funds	14,972,327,791	14,976,597,903	4,270,112	0%
TOTAL MOF	29,700,667,519	29,853,715,084	153,047,565	1%
Authorized Positions	44,967	45,261	294	1%

## **HB 1 TALKING POINTS**

- ✓ *Replaces \$420 million one-time funding in DHH with recurring State General Fund dollars and budget adjustments.*
- ✓ *Provides at least \$50 million spending capability (if it is needed) beneath the Expenditure Limit.*
- ✓ *Provides needed funding for local constituency needs.*
- ✓ *Provides \$15 million additional funds for state hospitals.*
- ✓ *Provides \$90 million in normal growth for the Minimum Foundation Program.*
- ✓ *Provides \$55 million for pay increases for school certificated personnel.*
- ✓ *Provides \$48 million for \$1,000 one-time pay supplement for school support personnel*

- ✓ *Provides Higher Education with \$61 million increase in SGF.*
- ✓ *Provides an increase of \$4 million SGF and \$11 million Federal Funds for the Early Periodic Screening, Diagnostics and Treatment Dental Program.*
- ✓ *Provides funding for an increase for housing state adult offenders by \$6.7 million.*
- ✓ *Provides \$6.5 million for 50 additional State Police troopers to patrol the state's highways.*
- ✓ *Provides \$1 million for State Police firearms training.*
- ✓ *Increases the GO Grant need-based financial assistance program by \$9 million.*
- ✓ *Provides \$10 million for teachers' flexible pay increase.*
- ✓ *Provides \$4.5 million for Career Technical Education.*
- ✓ *Provides \$3.9 million for salary supplements for school speech-language pathologists, audiologists and social workers.*
- ✓ *Provides \$8.5 million for extended instruction at the Recovery School District.*
- ✓ *Provides \$10 million for a school choice initiative in the New Orleans area.*

## Schedule 01 - Executive Department

*Budget Analyst: Christopher Keaton (342-8569)*

SCHEDULE 01 - EXECUTIVE DEPARTMENT				
Means of Financing (MOF)	Existing Operating Budget FY 2007-08	HB 1 Enrolled FY 2008-09	Change From FY 07-08 to FY 08-09	Percent Change From FY 07-08 to FY 08-09
State General Fund (SGF)	\$181,984,093	\$156,604,371	(\$25,379,722)	-13.95%
Interagency Transfers (IAT)	\$120,230,871	\$429,535,395	\$309,304,524	257.26%
Fees and Self-gen. Rev. (SGR)	\$127,221,499	\$116,826,189	(\$10,395,310)	-8.17%
Statutory Dedications (SD)	\$507,404,511	\$199,871,592	(\$307,532,919)	-60.61%
Interim Emergency Board	\$1,219,979	\$0	(\$1,219,979)	-100.00%
Federal Funds (FED)	\$11,576,649,808	\$7,367,739,060	(\$4,208,910,748)	-36.36%
<b>TOTAL MOF</b>	<b>\$12,514,710,761</b>	<b>\$8,270,576,607</b>	<b>(\$4,244,134,154)</b>	<b>-33.91%</b>
<b>Authorized Positions</b>	<b>2,399</b>	<b>2,258</b>	<b>-141</b>	<b>-5.88%</b>

The Executive Department includes 15 budget units: Executive Office, Indian Affairs, Mental Health Advocacy Service, Division of Administration, LA Recovery Authority, Homeland Security and Emergency Preparedness, Military Affairs, LA Public Defender Board, LA Stadium and Exposition District, Board of Tax Appeals, LA Commission on Law Enforcement, Elderly Affairs, LA State Racing Commission, Office of Financial Institutions, and LA State Board of Cosmetology.

The LA Manufactured Housing Commission, the Patient's Compensation Fund Oversight Board, and the Workforce Commission and all funding (\$5.9 million) and positions (64) were moved out of the Executive Department.

- \$ **14.8 million** Additional funding and 4 positions in the Office of Homeland Security and Emergency Preparedness to provide for infrastructure for the statewide interoperable communications system. This system is designed with the capacity to transport voice, data, and imagery in support of state and local government response to any emergency event. The source of funding is the 2004 Overcollections Fund (SD).
- \$ **18.6 million** Additional funding and 1 position in the Division of Administration for implementation of a new statewide information system. The total cost of implementation and maintenance is projected to be \$125 million and require twenty-five new positions over the next decade. The source of funding is from the 2004 Overcollections Fund (SD).
- \$ **10.4 million** Increases funding in the Office of Military Affairs from the State Emergency Response Fund to continue providing National Guard troops for law enforcement assistance to the city of New Orleans from July to December. The National Guard will gradually reduce their number of troops and should be fully withdrawn by December 2008. The state has provided \$53.3 million in law enforcement assistance to New Orleans since Hurricane Katrina (SD).

## Schedule 01 - Executive Department

*Budget Analyst: Christopher Keaton (342-8569)*

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\$	<b>4.2 million</b>	Increased funding in the <u>Office of Homeland Security and Emergency Preparedness</u> , from the 2004 Overcollections Fund, for emergency generators at special medical needs shelters (SD).
\$	<b>3 million</b>	Increased funding in the <u>Office of Homeland Security and Emergency Preparedness</u> , from the 2004 Overcollections Fund, for a director of each parish office of Emergency Preparedness (SD).
\$	<b>1.7 million</b>	Increased funding in the <u>Office of Homeland Security and Emergency Preparedness</u> to provide a 50% state match for a federal Emergency Management Performance Grant which is designed to help the state achieve and sustain emergency management programs (SGF).
\$	<b>2.1 million</b>	Additional funding in the <u>Office of Elderly Affairs</u> through various line-item amendments for parish councils on aging and senior centers (SGF).
\$	<b>1.1 million</b>	Additional funding in the <u>Office of Elderly Affairs</u> to provide for an increase in the formula used to calculate funding for the Parish Councils on Aging. Act 344 of the 2007 Regular Legislative Session increased the funding formula for parish councils on aging for persons 60+ from \$1.25 to \$2.50 and increased the minimum payment to parish councils on aging from \$37,500 to \$100,000 (SGF).
\$	<b>1 million</b>	Additional funding in the <u>LA Commission on Law Enforcement</u> for an estimated increase in a federal Department of Justice grant which will provide for the New Orleans Family Justice Center (FED).
\$	<b>1 million</b>	Additional funding from the 2004 Overcollections Fund in <u>Military Affairs</u> for acquisitions and major repairs including vehicles, office equipment, computer equipment, and repairs to buildings (SD).
\$	<b>550,000</b>	Additional funding in the <u>Division of Administration</u> for development and implementation of policy initiatives. The Division of Administration intends to use this funding to provide outside economic analysis of projects that the Division of Administration oversees (SGF).
\$	<b>200,000</b>	Additional funding in the <u>LA Commission on Law Enforcement</u> for the LA Victim Notification System (LAVNS). The incorporation of the LA Sex Offender Registry and LA Protective Order Registry into the LAVNS will allow victims and other concerned citizens to be automatically notified when there is a change in the status of a sex offender they have registered against, and when a protective order has been served against an offender (SGF).



## Schedule 03 - Department of Veterans Affairs

*Budget Analyst: Christopher Keaton (342-8569)*

The Department of Veterans Affairs includes the Veterans Affairs Administration, Claims, Contact Assistance, and State Approval Agency programs and five war veterans' homes.

SCHEDULE 03 - DEPARTMENT OF VETERANS AFFAIRS				
Means of Financing (MOF)	Existing Operating Budget FY 2007-08	HB 1 Enrolled FY 2008-09	Change From FY 07-08 to FY 08-09	Percent Change From FY 07-08 to FY 08-09
State General Fund (SGF)	\$17,900,003	\$14,281,621	(\$3,618,382)	-20.21%
Interagency Transfers (IAT)	\$0	\$0	\$0	0.00%
Fees and Self-gen. Rev. (SGR)	\$11,933,959	\$12,674,602	\$740,643	6.21%
Statutory Dedications (SD)	\$0	\$57,605	\$57,605	100.00%
Interim Emergency Board	\$0	\$0	\$0	0.00%
Federal Funds (FED)	\$15,654,694	\$19,780,013	\$4,125,319	26.35%
<b>TOTAL MOF</b>	<b>\$45,488,656</b>	<b>\$46,793,841</b>	<b>\$1,305,185</b>	<b>2.87%</b>
<b>Authorized Positions</b>	<b>826</b>	<b>807</b>	<b>(19)</b>	<b>-2.30%</b>

\$

- 1.6 million** Additional funding to annualize salaries for positions that were added during the current fiscal year as a result of the opening of two new veterans homes (Northwest and Southeast) and the expansion of 35 beds in the Southwest facility (FED).
- (\$ 1.5 million)** Decreases funding at the Northeast, Southwest, Northwest, and Southeast War Veterans Homes for elimination of bed tax fee expenditures that were being paid to the Department of Health and Hospitals as required of all nursing homes licensed by DHH. These veterans homes are not required to be licensed by DHH (SGF).
- (\$ 1 million)** Decreases 23 authorized vacant positions and associated funding (\$683,000 SGF, \$196,000 SGR, and \$136,000 FED) in the LA War Veterans Home due to a census decrease. This home will keep an average census of 136 through FY 08 and then reduce to 112 through attrition in FY 09.
- \$ 425,000** Additional funding (\$234,000 SGF, \$78,000 SGR, \$58,000 SD, and \$55,000 FED) for acquisitions including a 12 passenger bus, file cabinets, chairs, lawnmowers, computers, printers, scales, riser beds, vital signs monitor, medical breathing equipment, wheelchairs and major repairs of shower rooms, air systems, kitchen serving lines and drains.
- \$ 374,000** Additional funding at the Northeast, Southwest, and Southeast War Veterans Homes for increased costs of medical supplies as services are being directly provided to Medicare eligible veterans. These war veterans homes will be providing services covered by Medicare that were contracted out in the past. The homes will directly bill Medicare for these services, which should result

## **Schedule 03 - Department of Veterans Affairs**

***Budget Analyst: Christopher Keaton (342-8569)***

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in the realization of additional federal revenue for these veterans homes (FED).

**\$ 335,000** Additional funding at the Northeast War Veterans Home for a professional services contract with a private company that will provide rehabilitation services to veterans. The Northeast War Veterans Home will be reimbursed by Medicare for these services (FED).

**\$ 216,975** Additional funding and 2 positions for the transfer of the Federal Troops to Teachers program from the Executive Office to the Department of Veterans Affairs. The purpose of the Federal Troops to Teachers program is to assist eligible military personnel to transition to a new career as public school teachers in “high-need” schools (FED).

**\$ 250,000** Additional funding for a medal initiative program to award medals to veterans statewide for their military service (SGF).

### **Means of Finance:**

Fees and Self-generated revenues are derived from veterans’ ability to pay for part of their care and from employees and visitors purchasing meal tickets.

Statutory Dedications are state funds deposited into the 2004 Overcollections Fund.

Federal revenues are received from the Veterans Administration for patient care days reimbursed at a rate of \$71.42 per day for each veteran housed in one of the veterans homes.

### **INFORMATION**

There are approximately 388,000 veterans in Louisiana.

The Veterans Affairs Contact Assistance Program assists Louisiana veterans and their dependents to receive any and all benefits to which they may be entitled under Federal law. The Contact Assistance Program processes approximately 108,000 claims per year.

Louisiana veterans and their dependents receive approximately \$470 million in direct cash benefits from the federal government.

## Schedule 04A – Department of State

*Budget Analyst: Paul Prejean (342-8560)*

SCHEDULE 04A - SECRETARY OF STATE				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$59,335,461	\$57,409,944	(\$1,925,517)	(3.25%)
Interagency Transfers	\$289,487	\$314,500	\$25,013	8.64%
Fees and Self-generated Rev	\$15,857,565	\$15,635,102	(\$222,463)	(1.40%)
Statutory Dedications	\$18,534,382	\$15,848,517	(\$2,685,865)	(14.49%)
Interim Emergency Board	\$0	\$0	\$0	0.00%
Federal Funds	\$0	\$0	\$0	0.00%
<b>TOTAL MOF</b>	<b>\$94,016,895</b>	<b>\$89,208,063</b>	<b>(\$4,808,832)</b>	<b>(5.11%)</b>
<b>Authorized Positions</b>	<b>348</b>	<b>342</b>	<b>-6</b>	<b>(1.72%)</b>

The \$4.8 million total means of finance decrease is primarily attributable to non-recurring funds from the Help America Vote Act of 2002 (HAVA) and non-recurring funds in the 2004 Overcollections Fund. The decrease of six (6) positions is due to the recommendation of the Division of Administration.

\$	<b>14.1 million</b>	Provides funding for implementing the Help America Vote Act of 2002 (HAVA) (SD).
\$	<b>1.9 million</b>	Provides funding for the implementation of Commercial Phase 2 project (\$597,475 SGF; \$1,303,712 SD).
\$	<b>1.3 million</b>	Provides funding for employee merit increases (\$1,081,332 SGF; \$186,233 SGR).
\$	<b>406,650</b>	Provides funding for the Elections Program for license agreement upgrades and voter machine maintenance (SGF).

## Schedule 04-141 Office of the Attorney General

*Senior Legislative Analyst: Elise Read (342-1394)*

SCHEDULE 04 - 141 OFFICE OF THE ATTORNEY GENERAL				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$19,310,606	\$19,639,985	\$329,379	1.71%
Interagency Transfers	\$19,579,437	\$20,968,682	\$1,389,245	7.10%
Fees and Self-generated Rev	\$1,269,696	\$1,309,919	\$40,223	3.17%
Statutory Dedications	\$9,799,460	\$10,071,191	\$271,731	2.77%
Interim Emergency Board	\$0		\$0	0.00%
Federal Funds	\$3,776,888	\$3,911,142	\$134,254	3.55%
<b>TOTAL MOF</b>	<b>\$53,736,087</b>	<b>\$55,900,919</b>	<b>\$2,164,832</b>	<b>4.03%</b>
<b>Authorized Positions</b>	<b>533</b>	<b>526</b>	<b>-7</b>	<b>(1.31%)</b>

The department received funding for several new initiatives:

- \$ **1.2 million** For a pay increase for staff attorneys to aid in retention and recruitment of staff (SGF)
- \$ **200,000** For forensics training for local law enforcement personnel (FED)
- \$ **338,503** For the Internet Crimes Against Children Task Force (SGF)

## Schedule 04C – Lieutenant Governor

*Budget Analyst: Paul Prejean (342-8560)*

SCHEDULE 04C - OFFICE OF LIEUTENANT GOVERNOR				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 FY 08-09	Percent Change
State General Fund	\$3,731,727	\$4,001,128	\$269,401	7.2%
Interagency Transfers	\$615,058	\$615,058	\$0	0.0%
Fees and Self-generated Rev	\$150,000	\$150,000	\$0	0.0%
Statutory Dedications	\$0	\$26,000	\$26,000	0.0%
Interim Emergency Board	\$0	\$0	\$0	0.0%
Federal Funds	\$11,118,550	\$4,644,677	(\$6,473,873)	(58.2%)
Total MOF	\$15,615,335	\$9,436,863	(\$6,178,472)	(39.6%)
Authorized Positions	28	28	0	0.0%

The overall decrease in total means of finance is due to non-recurring carryforwards from hurricane recovery grants.

- \$ **1.3 million** Provides funding for the Louisiana Serve Commission for building and fostering service as a means of community and state problem solving (FED).
- \$ **608,155** Provides funding and 3 positions to the Administrative Program for department wide expenses (SGF).
- \$ **255,445** Provides funding for state employee merit increases (SGF).
- \$ **200,000** Provides funding to the Grants Program for department wide operational expenses (SGF).

**Schedule 04 – Department of Treasury**  
**Budget Analyst: Eddriene Sylvester (342-1964)**

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SCHEDULE 04 - DEPARTMENT OF TREASURY				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB1 Enrolled FY 08-09	Change from FY 07-08 FY 08-09	Percent Change
State General Fund	\$1,699,230	\$1,576,483	(\$122,747)	(7.2%)
Interagency Transfers	\$1,320,698	\$1,436,120	\$115,422	8.7%
Fees and Self-generated Rev	\$7,084,969	\$7,191,041	\$106,072	1.5%
Statutory Dedications	\$3,221,417	\$3,221,417	\$0	0.0%
Interim Emergency Board	\$0	\$0	\$0	0.0%
Federal Funds	\$1,000	\$1,000	\$0	0.0%
Total MOF	\$13,327,314	\$13,426,061	\$98,747	0.7%
Authorized Positions	65	65	0	0.0%

- \$ **200,000** Additional funding to the Financial Accountability and control Program for operational support. (SGR)
- \$ **129,722** Additional funding to the Financial Accountability and Control Program for central banking services provided by the State Treasurer to state agencies. (IAT \$115,422 and SGR \$14,300)
- \$ **100,000** New funding to the Administrative Program for the Louisiana Financial Literacy and Education Commission. (SGF)

## Schedule 04E - Public Service Commission

*Budget Analyst: Paul Prejean (342-8560)*

SCHEDULE 04E - PUBLIC SERVICE COMMISSION				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$0	\$389,921	\$389,921	0.00%
Interagency Transfers	\$0	\$0	\$0	0.00%
Fees and Self-Generated Rev	\$0	\$0	\$0	0.00%
Statutory Dedications	\$9,731,270	\$9,390,992	(\$340,278)	(3.50%)
Interim Emergency Board	\$0	\$0	\$0	0.00%
Federal Funds	\$0	\$0	\$0	0.00%
<b>TOTAL MOF</b>	<b>\$9,731,270</b>	<b>\$9,780,913</b>	<b>\$49,643</b>	<b>0.51%</b>
Authorized Positions	122	120	(2)	(1.64%)

The increase in total means of finance is attributable to the restoration of positions and associated funding.

\$	<b>389,92</b>	Provides funding for the restoration of nine (9) positions in the Administrative and Support Services Program (SGF).
\$	<b>344,771</b>	Provides funding for state employee merit increases (SD).
\$	<b>284,781</b>	Provides funding for Information Technology projects for "Do Not Call" data collection, electronic document management, servers and hardware. This also includes maintenance contracts for the servers and hardware (SD).

## Schedule 04F – Department of Agriculture and Forestry

*Budget Analyst: Paul Prejean (342-8560)*

SCHEDULE 04F - DEPARTMENT OF AGRICULTURE AND FORESTRY				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$38,072,832	\$36,988,122	(\$1,084,710)	(2.85%)
Interagency Transfers	\$549,761	\$547,429	(\$2,332)	(0.42%)
Fees and Self-generated Rev	\$9,754,987	\$9,519,857	(\$235,130)	(2.41%)
Statutory Dedications	\$42,121,693	\$33,903,389	(\$8,218,304)	(19.51%)
Interim Emergency Board	\$0	\$0	\$0	0.00%
Federal Funds	\$12,200,354	\$12,348,850	\$148,496	1.22%
<b>TOTAL MOF</b>	<b>\$102,699,627</b>	<b>\$93,307,647</b>	<b>(\$9,391,980)</b>	<b>(9.15%)</b>
<b>Authorized Positions</b>	<b>829</b>	<b>797</b>	<b>-32</b>	<b>(3.86%)</b>

The overall \$9.3 million decrease in total means of finance is due to the non-recurring of major repairs and acquisitions, personnel reductions and the reduction to the Boll Weevil Eradication program.

\$	<b>903,527</b>	Provides funding for information technology projects (\$618,527 SGF; \$285,000 SD).
\$	<b>727,140</b>	Provides funding for classified employee merit increases (\$417,674 SGF; \$67,005 SGR; \$177,628 SD; \$64,832 FED).
\$	<b>700,000</b>	Provides funding for agricultural programs throughout the department (SGF).
\$	<b>200,000</b>	Provides funding to the Forestry Program for management, insect and disease control, fire control and conservation education (SGF).



## Schedule 04G - Commissioner of Insurance

*Budget Analyst: Paul Prejean (342-8623)*

SCHEDULE 04 G - COMMISSIONER OF INSURANCE				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$0	\$0	\$0	0.00%
Interagency Transfers	\$0	\$0	\$0	0.00%
Fees and Self-generated Rev	\$29,908,284	\$29,859,482	(\$48,802)	(0.16%)
Statutory Dedications	\$1,238,594	\$1,148,594	(\$90,000)	(7.27%)
Interim Emergency Board	\$0	\$0	\$0	0.00%
Federal Funds	\$313,455	\$804,061	\$490,606	156.52%
<b>TOTAL MOF</b>	<b>\$31,460,333</b>	<b>\$31,812,137</b>	<b>\$351,804</b>	<b>1.12%</b>
Authorized Positions	289	281	(8)	(2.77%)

The department's 2008-2009 Operating Budget remains effectively unchanged from the Existing Operating Budget.

<b>\$ 648,400</b>	Provides funding for replacement computers, software and servers (SGR).
<b>\$ 506,668</b>	Provides funding for the state employee pay merit increases (SGR).
<b>\$ 270,400</b>	Provides funding to the Market Compliance Program for the Senior Health Insurance Information Program (SHIIP) (FED).
<b>\$ 172,203</b>	Provides funding for major repairs and acquisitions (SGR).
<b>\$ 98,744</b>	Provides funding to the Market Compliance Program for an additional position and operating expenses (SGR).

## Schedule 05 – Department of Economic Development

*Budget Analyst: Eddriene Sylvester (342-1964)*

SCHEDULE 05 - DEPARTMENT OF ECONOMIC DEVELOPMENT				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB1 Enrolled FY 08-09	Change from FY 07-08 FY 08-09	Percent Change
State General Fund	\$40,459,512	\$31,475,452	(\$8,984,060)	(22.2%)
Interagency Transfers	\$90,005,822	\$1,096,410	(\$88,909,412)	(98.8%)
Fees and Self-generated Rev	\$1,117,909	\$2,849,217	\$1,731,308	154.9%
Statutory Dedications	\$67,082,603	\$88,799,741	\$21,717,138	32.4%
Interim Emergency Board	\$0	\$0	\$0	0.0%
Federal Funds	\$0	\$0	\$0	0.0%
Total MOF	\$198,665,846	\$124,220,820	(\$74,445,026)	(37.5%)
Authorized Positions	116	133	17	14.7%

The total means of finance decrease of \$74.4 million is attributed to non-recurred funding for Workforce Development and Training, the Economic Development Award Program, the Financial Assistance Program, the Business Recovery Grant and Loan Program and the Technical Assistance to Small Firms Program used to promote business in Louisiana.

- \$ **23.8 million** Additional funding from the Rapid Response Fund for economic developing projects. Total funding for this initiative is \$40.9 million. (SD)
- \$ **8.0 million** Additional funding from the Louisiana Economic Development Fund for strategic investments (SD)
- \$ **3.0 million** New funding from the Louisiana Economic Development Fund (LEDF) for International Paper in Bastrop. (SD)
- \$ **3.0 million** New funding from the Louisiana Economic Development Fund for the Quick Start Initiative Program. (SD)
- \$ **2.5 million** New funding from the Louisiana Economic Development Fund and four (4) positions for the State Economic Competitiveness Benchmarking, Planning, and Research Initiative. (SD)
- \$ **2.0 million** New funding from the Louisiana Economic Development Fund for the Project Specific Site Preparation and Evaluation. (SD)
- \$ **1.6 million** Additional funding from the Louisiana Economic Development Fund for the Clinical Manufacturing Facility (wet lab) for testing supplies. Total recommendation is \$3.8 million. (SD)

## **Schedule 05 – Department of Economic Development**

***Budget Analyst: Eddriene Sylvester (342-1964)***

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\$	<b>1.3 million</b>	New Funding and three (3) positions for the Accent Corporate Center (SGR)
\$	<b>1.1 million</b>	Additional funding for debt service payments for Union Tank Car. This additional funding brings the total recommendation to \$5.0 million and represents the 4th year of a 15-year commitment totaling \$45.4 million. (SGF)
\$	<b>750,000</b>	New funding from the Louisiana Economic Development Fund for Port of Manchac (SD)
\$	<b>629,034</b>	Additional funding and seven (7) additional positions to administer the Broadway South Program. Total recommendation is \$1.5 million. (SGF)
\$	<b>400,000</b>	New funding and three (3) additional positions for the retention and expansion team to cultivate Louisiana's existing businesses. (SGF)
\$	<b>400,000</b>	Additional funding from the Louisiana Economic Development Fund for the Good Manufacturing Practices (GMP). Total recommendation is \$1.3 million. (SD)

## Schedule 06 – Department Culture, Recreation and Tourism

*Budget Analyst: Paul Prejean (342-8560)*

SCHEDULE 06 - DEPARTMENT OF CULTURE, RECREATION AND TOURISM				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$78,098,066	\$76,492,163	(\$1,605,901)	(2.06%)
Interagency Transfers	\$26,553,063	\$600,050	(\$25,953,013)	(97.74%)
Fees and Self-generated Rev	\$19,652,663	\$25,543,591	\$5,890,928	29.98%
Statutory Dedications	\$5,511,461	\$3,105,795	(\$2,405,666)	(43.65%)
Interim Emergency Board	\$0	\$0	\$0	0.00%
Federal Funds	\$19,449,229	\$8,435,059	(\$11,014,170)	(56.63%)
<b>TOTAL MOF</b>	<b>\$149,264,482</b>	<b>\$114,176,660</b>	<b>(\$35,087,822)</b>	<b>(23.51%)</b>
<b>Authorized Positions</b>	<b>786</b>	<b>790</b>	<b>4</b>	<b>0.51%</b>

The \$35 million total means of finance decrease is primarily attributable to non-recurring carryforwards of Community Development Block Grants and non-recurred federal funding for hurricane recovery grants.

- \$ **5.3 million** Provides funding for legislative projects (SGF).
- \$ **3 million** Provides funding for State Aid to Public Libraries (SGF).
- \$ **1.2 million** Provides funding for classified state employee merit increases (\$1,132,636 SGF; \$113,985 SGR).
- \$ **1.7 million** Provides funding to the New Orleans City Park for operations (SGF).
- \$ **784,794** Provides funding for additional positions and unfunded salary needs throughout the department (SGF).

## Schedule 07 – Department of Transportation and Development

*Budget Analyst: Alan M. Boxberger (342-0474)*

Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$ 7,876,600	\$ 2,921,650	\$ (4,954,950)	(62.9)%
Interagency Transfers	\$ 7,685,564	\$ 7,062,559	\$ (623,005)	(8.1)%
Fees and Self-Generated	\$ 48,270,413	\$ 52,996,435	\$ 4,726,022	9.8%
Statutory Dedications	\$ 501,538,049	\$ 462,637,984	\$ (38,900,065)	(7.8)%
Interim Emergency Board	\$ 0	\$ 0	\$ 0	0.0%
Federal Funds	\$ 24,072,229	\$ 21,360,420	\$ (2,711,809)	(11.3)%
<b>Total MOF</b>	<b>\$ 589,442,862</b>	<b>\$ 546,979,049</b>	<b>\$ (42,463,813)</b>	<b>(7.2)%</b>
Authorized Positions	4,885	4,849	(36)	(0.7)%

The \$42.5 million decrease in total means of financing for the Department of Transportation and Development (DOTD) is primarily due to non-recurring of \$42.9 million in total funding carried forward into FY 07-08 from the previous year for contracts and invoice items that were not liquidated prior to the end of fiscal year closeout. Removing these carry forward funds from the existing operating budget reveal that the department's overall base budget grew by only \$450,114, or 0.1%, effectively a standstill budget. The department continues to streamline its operations by reducing the number of total authorized positions. Beginning in FY 04-05, the department implemented a plan to reduce its workforce of 5,200 authorized positions and institute efficiencies to improve productivity. For FY 08-09, the department eliminated an additional fifty vacant positions but added fourteen new positions for activities related to coastal restoration and funded by the Department of Natural Resources.

**\$ 462.6 million** 84.5% of the DOTD operating budget is funded from Statutory Dedications - primarily from the Transportation Trust Fund (state gasoline tax) and Federal Highway Administration funding.

**\$ 343.6 million** 62.8% of the funding and 72.4% of the authorized positions are in the District Operations Program and providing operation and maintenance of the state's highway system.

**\$ 28.5 million** Contract maintenance to provide for mowing litter abatement, traffic signal maintenance and installation, rest area security, guardrail maintenance and highway striping.

**\$ 15.6 million** Heavy equipment replacements in the District Operations Program.

**\$ (7.3 million)** Non-recur funding for the LASwift bus service between Baton Rouge and New Orleans, ending on June 30, 2007.

NOTE: Funding for Highways, Ports, Flood Control, Aviation, and other Public Improvement capital projects can be found in House Bills 2 and 1287.

## Schedule 07 – Department of Transportation and Development

*Budget Analyst: Alan M. Boxberger (342-0474)*

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In addition to the DOTD Operating Budget, the Transportation Trust Fund revenues are also appropriated in other budget units and bills as illustrated in the following table:

<b>Transportation Trust Fund-Regular (\$ Millions)</b>	<b>Existing Budget FY 07-08</b>	<b>HB1 and HB2 FY 08-09</b>	<b>Change from FY 07-08 to FY 08-09</b>	<b>Percent Change</b>
DOTD Operating Budget (HB1)	\$ 383.4	\$ 353.1	\$ (30.3)	(7.9)%
DOTD Capital Outlay (HB2)	\$ 227.4	\$ 178.2	\$ (49.2)	(21.6)%
<b>SUBTOTAL DOTD</b>	<b>\$ 610.8</b>	<b>\$ 531.3</b>	<b>\$ (79.5)</b>	<b>(13.0)%</b>
Parish Transportation Program (HB1)	\$ 47.9	\$ 47.9	\$ 0.0	0.0%
<b>TOTAL</b>	<b>\$ 658.7</b>	<b>\$ 579.2</b>	<b>\$ (79.5)</b>	<b>(12.1)%</b>

Approximately 60.9% of Transportation Trust Fund revenues are used in HB1 for the Department of Transportation and Development's operating expenses, 30.8% are used in HB2 for construction projects, and the remaining 8.3% used in HB1 for the Parish Transportation Program.

## Schedule 08 - Department of Corrections

*Budget Analyst: Christopher Keaton (342-8569)*

Corrections Services includes thirteen budget units: Administration, Paul Phelps Correctional Center (CC), Louisiana State Penitentiary, Avoyelles CC, Correctional Institute for Women, Winn CC, Allen CC, Dixon Correctional Institute, J. Levy Dabadie Correctional Center, Elayn Hunt CC, David Wade CC, B.B. Sixty Rayburn CC, and Probation and Parole.

SCHEDULE 08 - DEPARTMENT OF CORRECTIONS				
Means of Financing (MOF)	Existing Operating Budget FY 2007-08	HB 1 Enrolled FY 2008-09	Change From FY 07-08 to FY 08-09	Percent Change From FY 07-08 to FY 08-09
State General Fund (SGF)	\$472,061,869	\$494,839,179	\$22,777,310	4.83%
Interagency Transfers (IAT)	\$5,010,347	\$4,962,871	(\$47,476)	-0.95%
Fees and Self-gen. Rev. (SGR)	\$40,191,821	\$41,379,773	\$1,187,952	2.96%
Statutory Dedications (SD)	\$54,000	\$9,602,543	\$9,548,543	17682.49%
Interim Emergency Board	\$500,000	\$0	(\$500,000)	0.00%
Federal Funds (FED)	\$3,329,151	\$3,329,151	\$0	0.00%
<b>TOTAL MOF</b>	<b>\$521,147,188</b>	<b>\$554,113,517</b>	<b>\$32,966,329</b>	<b>6.33%</b>
<b>Authorized Positions</b>	<b>6,518</b>	<b>6,401</b>	<b>-117</b>	<b>-1.80%</b>

- \$ **13.3 million** Additional funds for overtime payments for correctional security officers and health service workers. Overtime expenses will increase due to the pay increase provided to correctional security officers and due to an increased number of overtime hours required to maintain the minimum level of coverage necessary to protect public safety and provide medical services to inmates (SGF).
- \$ **10.6 million** Additional funds for state employee merit increases and annualization of state employee merit increases (SGF).
- \$ **8.8 million** Additional funds to annualize funding for positions that were added in the current year. An additional 259 positions were added at Elayn Hunt Correctional Center for a new skilled nursing facility and 21 positions were added at J. Levy Dabadie Correctional Center for an expansion of 80 beds for workcrews (SGF).
- (\$ **7.4 million**) Decreased 117 vacant positions and associated funding - Prisons (88) and Probation and Parole (29) (SGF).
- \$ **5.8 million** Additional funds from the 2004 Overcollections Fund for acquisitions and major repairs. The total amount recommended for acquisitions and major repairs is \$11.3 million (\$8.7 million SD, and \$2.5 million), which is \$4.8 million more than the \$6.5 million funded in the current fiscal year 2007-08. Corrections requested \$24.7 million in acquisitions and major repairs for FY 08-09 (SD).

## **Schedule 08 - Department of Corrections**

***Budget Analyst: Christopher Keaton (342-8569)***

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|----|--------------------|--|
| \$ | <b>1.6 million</b> | Additional funds for health insurance costs (SGF).   |
| \$ | <b>1.4 million</b> | Increased budget authority for self-generated revenues for increased sales in the Canteen Program at LA State Penitentiary (\$1 million), David Wade Correctional Center (\$300,000), and J. Levy Dabadie (\$100,000) (SGR). |



## Schedule 08 - Department of Public Safety

*Budget Analyst: Christopher Keaton (342-8569)*

SCHEDULE 08 - DEPARTMENT OF PUBLIC SAFETY				
Means of Financing (MOF)	Existing Operating Budget FY 2007-08	HB 1 Enrolled FY 2008-09	Change From FY 07-08 to FY 08-09	Percent Change From FY 07-08 to FY 08-09
State General Fund (SGF)	\$49,485,235	\$43,256,647	(\$6,228,588)	-12.59%
Interagency Transfers (IAT)	\$56,378,139	\$32,690,064	(\$23,688,075)	-42.02%
Fees and Self-gen. Rev. (SGR)	\$117,508,147	\$120,364,705	\$2,856,558	2.43%
Statutory Dedications (SD)	\$137,807,075	\$151,040,061	\$13,232,986	9.60%
Interim Emergency Board	\$0	\$0	\$0	0.00%
Federal Funds (FED)	\$36,369,913	\$41,051,682	\$4,681,769	12.87%
<b>TOTAL MOF</b>	<b>\$397,548,509</b>	<b>\$388,403,159</b>	<b>(\$9,145,350)</b>	<b>-2.30%</b>
<b>Authorized Positions</b>	<b>2,918</b>	<b>2,941</b>	<b>23</b>	<b>0.79%</b>

The Department of Public Safety includes the following agencies: Management and Finance, State Police, Motor Vehicles, Legal Affairs, State Fire Marshal, LA Gaming Control Board, Liquefied Petroleum Gas Commission and the LA Highway Safety Commission.

- (\$ 25 million ) Non-recurs funding in the Office of State Police that was used by local governments for the purchase of emergency responder supplies and equipment. These federal funds were transferred from the Governor's Office of Homeland Security (IAT).
- \$ 6.5 million Additional funding (\$4.5 million SGR and \$2 million SD) and 50 authorized positions for the Office of State Police for a 50-member cadet class. Funding includes costs for personnel services, replacement vehicles, uniforms, guns, vests, and other expenses associated with training these cadets. This class will increase State Police manpower in the Traffic Enforcement Program. State Police currently has 606 patrol troopers in the Traffic Enforcement Program.
- \$ 6 million Additional funding (\$1.5 million SD and \$4.5 million FED) for the Office of State Police for a Federal Community Oriented Policing Services technology grant. State funds will be used as a 25% cash match for the federal funds. State Police will use the funds to purchase radios, high-speed data sites, and other technology equipment upgrades for the 700/800 megahertz communications system.
- \$ 4.9 million Additional state general funds deposited into the 2004 Overcollections Fund for the Office of State Police for information technology projects. These funds will be used to provide for: an electronic ticketing system to capture and transmit data electronically within the criminal justice system; installation of wireless mobile data terminal cards to assist troopers with inputting data; 700 megahertz radio system maintenance; new internet lines

## Schedule 08 - Department of Public Safety

*Budget Analyst: Christopher Keaton (342-8569)*

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for 6 troops; and the purchase of 6 new digital consoles for northern troops to operate on the new 700 megahertz communications system (SD).

\$	<b>3.6 million</b>	Additional funding from state funds deposited into the Statewide Interoperable Communications Fund for the Office of State Police for the cost of maintenance for the 700/800 megahertz communications system (IAT).
(\$	<b>3.5 million)</b>	Non-recurs funding in the Office of Management and Finance for one-time funds associated with the local government implementation of the State Uniform Building Code. Funding was from the State Emergency Response Fund (SD).
\$	<b>1.8 million</b>	Additional state general funds deposited into the 2004 Overcollections Fund for the State Police Crime Lab for the purchase of acquisitions and operating services including an electronic imaging system, forensic lights, DNA analysis software, analysts training, a firearms comparison scope and other crime lab equipment (SD).
\$	<b>1 million</b>	Additional funding for the Office of State Police for quarterly firearms training (SGF).
\$	<b>1 million</b>	Additional funding for the Office of State Police for operational support (SGF).
\$	<b>857,421</b>	Additional funding for the Office of State Police for State Police's Air Support Unit. These funds will be used for expenses including fuel, oil, maintenance, safety inspections, engine overhauls, and the repair of equipment malfunctions (SGF).
\$	<b>429,622</b>	Additional funding and 5 authorized positions for the Office of State Police to provide for salaries, related benefits, and operating services for additional personnel at the New Orleans Racetrack and Slots facility. These funds will annualize current funding for these positions that was approved by the Joint Legislative Committee on the Budget in December 2007 (SD).
\$	<b>393,683</b>	Additional funding (\$355,000 SGR and \$38,683 SD) and 4 authorized positions for the Office of State Fire Marshal to provide for salaries, related benefits, and operating supplies and services for the State Fire Marshal to enforce the Louisiana Industrialized Building Act. These funds will annualize funding for these positions that was approved by the Joint Legislative Committee on the Budget in December 2007.

## **Schedule 08 - Department of Public Safety**

***Budget Analyst: Christopher Keaton (342-8569)***

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\$     **695,351**     Additional funding (\$619,321 SD and \$76,030 FED) and 8 authorized positions for the Office of State Fire Marshal, as the Louisiana Manufactured Housing Commission was moved from the Executive Department to the Office of State Fire Marshal.

## Schedule 08 - Youth Services

*Budget Analyst: Christopher Keaton (342-8569)*

SCHEDULE 08 - YOUTH SERVICES				
Means of Financing (MOF)	Existing Operating Budget FY 2007-08	HB 1 Enrolled FY 2008-09	Change From FY 07-08 to FY 08-09	Percent Change From FY 07-08 to FY 08-09
State General Fund (SGF)	\$157,200,108	\$164,688,887	\$7,488,779	4.76%
Interagency Transfers (IAT)	\$18,702,600	\$13,299,550	(\$5,403,050)	-28.89%
Fees and Self-gen. Rev. (SGR)	\$674,341	\$674,341	\$0	0.00%
Statutory Dedications (SD)	\$7,821,872	\$3,373,184	(\$4,448,688)	-56.87%
Interim Emergency Board	\$0	\$0	\$0	0.00%
Federal Funds (FED)	\$537,921	\$537,921	\$0	0.00%
<b>TOTAL MOF</b>	<b>\$184,936,842</b>	<b>\$182,573,883</b>	<b>(\$2,362,959)</b>	<b>-1.28%</b>
<b>Authorized Positions</b>	<b>1,358</b>	<b>1,340</b>	<b>-18</b>	<b>-1.33%</b>

Youth Services includes the following programs: Administration, Swanson Correctional Center for Youth, Jetson Correctional Center for Youth, Bridge City Correctional Center for Youth, Field Services, Contract Services and Auxiliary Account.

- \$ **2.3 million** Additional funding for salary adjustments related to Career Progression Group annualizations, new classified employees in the CPG, and work schedule increases for these individuals (SGF).
- \$ **2.2 million** Additional funds for state employee merit increases and annualization of state employee merit increases (SGF).
- \$ **972,134** Additional funding to annualize the pay increase for state employees, probation and parole workers, and youth services workers that was given in FY 07-08 (SGF).
- \$ **350,000** Additional funding for training services to be provided from the Missouri Youth Services Institute (SGF).

## Schedule 09 - Department of Health and Hospitals

*Budget Analysts: Nancy Keaton (342-8596)*

*Connie Percell (219-4915)*

HOME AND COMMUNITY BASED WAIVERS				
Name of Waiver	Slots Funded FY 07-08	Additional Slots Funded FY 08-09	Total Funded Waiver Slots FY 08-09	Registry and/or Waiting List
New Opportunities (NOW)	6,542	2,025	8,567	11,500
Elderly and Disabled Adult	4,403	0	4,403	6,169
Supports	2,188	0	2,188	2,459
Children's Choice	1,000	0	1,000	Uses NOW Registry
Adult Day Health Care	825	0	825	783
Residential Options (new)	200	0	200	0
FLEX	0	375	375	Applies to All
<b>TOTAL SLOTS</b>	<b>15,158</b>	<b>2,400</b>	<b>17,558</b>	<b>20,911</b>
<b>TOTAL MOF</b>	\$7,948,324,279	\$8,413,078,651	\$464,754,372	5.85%
<b>Authorized Positions</b>	12,340	11,896	-444	-3.60%

The \$465 million increase for the Department of Health and Hospitals is due primarily to the annualization of programs or increases that were effective in FY 07-08, the extra checkwrite, rebasing Nursing Homes and additional waiver slots. One time funding has been reduced from \$730 million in FY 07-08 to \$143 million in FY 08-09.

### Medicaid

The enrolled Medical Vendor Payments and Medical Vendor Administration Budgets for FY 08-09 are \$451 million more than the FY 07-08 operating budget. The amounts below are a combination of State General Fund and Federal Funds.

<b>\$ 529 million</b>	Replaces one-time funding with recurring State General Fund dollars and budget adjustments. Budget adjustments include reducing the Medicaid Program by \$14 million (\$49 million Total Funds) to reflect a decline in Medicaid expenditures.
<b>\$ 179.8 million</b>	Additional funding for the annualization of programs or increases that were effective in FY 07-08 which include the expansion of the LaCHIP program, 3,625 new waiver slots, 5 new Federally Qualified Health Centers and 12 new Rural Health Clinics.
<b>\$ 84 million</b>	Funding for 2,400 additional waiver slots: 2,025 New Opportunities Waivers (NOW) and 375 FLEX waivers. (See Home and Community Based Waivers Table)

## **Schedule 09 - Department of Health and Hospitals**

*Budget Analysts: Nancy Keaton (342-8596)*

*Connie Percell (219-4915)*

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\$	<b>76 million</b>	Additional funding to provide for the extra checkwrite in FY 08-09.
\$	<b>65 million</b>	Additional funding to provide for the rebasing of Nursing Homes and other improvements.
\$	<b>15 million</b>	Additional funding to increase reimbursement rates for the Dental/Early Periodic Screening, Diagnosis and Treatment (EPSDT) program.
\$	<b>10 million</b>	Additional funding to provide health coverage to uninsured children from households with incomes from 200% to 250% of the federal poverty level.
\$	<b>10 million</b>	Additional federal funds to improve access to primary health care services in the Greater New Orleans area.
\$	<b>10 million</b>	Additional federal funds for services provided at general acute care hospitals and inpatient psychiatric facilities located in the hurricane impacted areas.
\$	<b>5.8 million</b>	Additional funding for a provider service network.
\$	<b>3.6 million</b>	Additional funding to provide for multi-systemic therapy as a mental health rehabilitation service.
\$	<b>3 million</b>	Additional funding to provide pay for performance incentives to providers who meet or exceed various pre-established performance goals.
\$	<b>2.5 million</b>	Additional funding to implement a Disease Management program that will include people diagnosed with asthma, diabetes and congestive heart failure.

## **Schedule 09 - Department of Health and Hospitals**

*Budget Analysts: Nancy Keaton (342-8596)*

*Connie Percell (219-4915)*

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\$	<b>1.6 million</b>	Additional funding to increase reimbursement rates for home skilled nurse services.
\$	<b>1.6 million</b>	Additional funding to implement an Administrative Services Organization (ASO) to oversee all behavioral health services.
\$	<b>1.4 million</b>	Additional funding to increase reimbursement rates for rotor wing ambulance services.

### **Office of Public Health**

\$	<b>8.6 million</b>	Additional federal funds for the Women, Infants and Children Program (WIC). WIC is a supplemental nutrition program for pregnant, breastfeeding, and postpartum women, infants, and children (under 5 years old). WIC provides nutritious foods, nutrition information, and referrals to other health and social services.
\$	<b>1 million</b>	Additional funding for the Nurse Family Partnership, including 12 positions. The Nurse-Family Partnership Program is a prenatal and early childhood intervention program designed to improve the health and social functioning of low-income first time mothers and their babies. The program includes home visits by specially trained public health nurses.

### **Aging and Adult Services**

\$	<b>1.1 million</b>	Additional funding to increase Early Steps provider payments to provide services to additional non-Medicaid eligible children.
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### **Mental Health and Addictive Disorders**

\$	<b>13.8 million</b>	Additional funding for mental health services in New Orleans. The funds will provide an array of mental health services for children and adults.
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## **Schedule 09 - Department of Health and Hospitals**

*Budget Analysts: Nancy Keaton (342-8596)*

*Connie Percell (219-4915)*

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### **Other Services**

<b>\$</b>	<b>13.5 million</b>	Additional funding for the Louisiana Rural Hospital Coalition (LRHC). In FY 07-08, LRHC added electronic medical records to seven of their hospitals. In FY 08-09, LRHC plans to add electronic medical records to another seven hospitals and in FY 09-10, the final ten hospitals will be added.
<b>\$</b>	<b>9.8 million</b>	Additional funding for the Permanent Supportive Housing program. This housing initiative is Louisiana's hurricane recovery housing program for people with disabilities in New Orleans.
<b>\$</b>	<b>4 million</b>	Additional funding for the Louisiana Health Information Exchange (LaHIE) project. This funding will provide the hardware and software necessary to provide access to patient data from multiple sources through a portal.
<b>\$</b>	<b>3.9 million</b>	Additional funding to implement a statewide email system.
<b>\$</b>	<b>1.3 million</b>	Additional funding to establish a broadband network in Louisiana to provide both rural and urban providers with the necessary connectivity to support the adoption of medical records.



## Schedule 10 – Department of Social Services

*Budget Analyst: Nancy Keaton (342-8596)*

SCHEDULE 10 - DEPARTMENT OF SOCIAL SERVICES				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 FY 08-09	Percent Change
State General Fund	\$231,782,215	\$236,837,464	\$5,055,249	2.2%
Interagency Transfers	\$114,070,277	\$109,390,722	(\$4,679,555)	(4.1%)
Fees and Self-generated Rev	\$16,081,769	\$16,402,040	\$320,271	2.0%
Statutory Dedications	\$7,741,365	\$12,133,118	\$4,391,753	56.7%
Interim Emergency Board	\$0	\$0	\$0	0.0%
Federal Funds	\$895,649,901	\$720,686,746	(\$174,963,155)	(19.5%)
<b>Total MOF</b>	<b>\$1,265,325,527</b>	<b>\$1,095,450,090</b>	<b>(\$169,875,437)</b>	<b>(13.4%)</b>
Authorized Positions	5,242	5,165	(77)	(1.5%)

The net decrease of \$169 million is largely attributable to the non-recurring of federal funds, including supplemental Social Services Block Grant (SSBG) funds which provided for hurricane recovery.

\$	<b>6.8 million</b>	State General Fund replaces federal funds for foster care services due to changes in federal regulations. (SGF)
\$	<b>3.2 million</b>	Increase of Statutory Dedications from the 2004 Overcollections Fund for operational costs of A Comprehensive Enterprise Social System (ACCESS). This phase of operation is related to child protection services. ACCESS is a computer system that has been under development for several years and once fully operational is intended to be a single system from which all DSS client services can operate. (SD)
\$	<b>1 million</b>	Additional funding for foster care services in the Office of Community Services. (SGF)
\$	<b>557,000</b>	Additional funding from the Traumatic Head and Spinal Cord Fund in Louisiana Rehabilitation Services to serve individuals currently on the waiting list for services. (SD)
\$	<b>250,000</b>	Additional funding for personal care attendant services in Louisiana Rehabilitation Services. (SGF)

## Schedule 11 – Department of Natural Resources

*Budget Analyst: Alan M. Boxberger (342-0474)*

Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$ 8,740,655	\$ 8,694,870	\$ (45,785)	(0.5)%
Interagency Transfers	\$ 15,835,209	\$ 11,472,429	\$ (4,362,780)	(27.6)%
Fees and Self-Generated	\$ 345,875	\$ 345,875	\$ 0	0.0%
Statutory Dedications	\$ 112,530,975	\$ 109,629,335	\$ (2,901,640)	(2.6)%
Interim Emergency Board	\$ 0	\$ 0	\$ 0	0.0%
Federal Funds	\$ 42,856,926	\$ 41,989,992	\$ (866,934)	(2.0)%
Total MOF	\$ 180,309,647	\$ 172,132,502	\$ (8,177,145)	(4.5)%
Authorized Positions	508	517	9	1.8%

The \$8.2 million decrease in total means of financing for the Department of Natural Resources (DNR) is primarily due to non-recurring of several items. \$3.5 million in total funding carried forward into FY 07-08 from the previous year were non-recurred for contracts and invoice items that were not liquidated prior to the end of fiscal year closeout. Additionally, \$6.4 million related to projects that were completed during FY 07-08, or that were one-time in nature, were non-recurred. Removing these items from the existing operating budget reveal that the department's overall base budget grew by \$1.7 million, or 1%.

\$	<b>151.6 million</b>	88.1% of the DNR budget is funded from a combination of Statutory Dedications and Federal Funds.
\$	<b>101.1 million</b>	58.7% of the DNR budget is to be used for Coastal Restoration and Management. \$54.6 million of this amount is allocated directly to specific coastal construction and restoration projects.
\$	<b>1 million</b>	Southeast Louisiana Flood Protection Authorities to be split evenly between the East Bank Authority and the West Bank Authority.
\$	<b>900,000</b>	Provides nine new positions and related expenses related to the master plan of the Coastal Protection and Restoration Authority.

## Schedule 13 - Department of Environmental Quality

*Budget Analyst: Christopher Keaton (342-8569)*

The Department of Environmental Quality's mission is to promote and protect the health, safety, and welfare of the people of Louisiana while considering sound policies regarding employment and economic development. DEQ is comprised of 5 offices: Secretary, Management and Finance, Environmental Compliance, Environmental Services, and Environmental Assessment.

SCHEDULE 13 - DEPARTMENT OF ENVIRONMENTAL QUALITY				
Means of Financing (MOF)	Existing Operating Budget FY 2007-08	HB 1 Enrolled FY 2008-09	Change From FY 07-08 to FY 08-09	Percent Change From FY 07-08 to FY 08-09
State General Fund (SGF)	\$12,763,848	\$12,337,791	(\$426,057)	-3.34%
Interagency Transfers (IAT)	\$7,025,000	\$400,000	(\$6,625,000)	-94.31%
Fees and Self-gen. Rev. (SGR)	\$439,385	\$389,385	(\$50,000)	-11.38%
Statutory Dedications (SD)	\$114,713,364	\$112,145,372	(\$2,567,992)	-2.24%
Interim Emergency Board	\$0	\$0	\$0	0.00%
Federal Funds (FED)	\$28,934,321	\$27,692,804	(\$1,241,517)	-4.29%
<b>TOTAL MOF</b>	<b>\$163,875,918</b>	<b>\$152,965,352</b>	<b>(\$10,910,566)</b>	<b>-6.66%</b>
<b>Authorized Positions</b>	994	953	-41	-4.12%

**Environmental Trust Fund (ETF)** revenues are realized through the collection of permits, licenses, registrations, variances, and monitoring fees charged by DEQ to facilities whose operations impact the environment. The formula used to assess fees should be equal to the annual cost of maintenance, permitting, monitoring, investigation, administration and other activities required of DEQ. The ETF has recurring revenue of about \$58 million. However, expenditures out of this fund total \$67 million. This shortfall has been supported with ETF balances in the past and a state general fund transfer of \$8.5 million last year into the Fund. The fund balance will be exhausted in FY 09-10 and state general fund will have to make up the difference or expenditures will have to be reduced. Future year projections show a \$4 million deficit in FY 09-10 and an annual \$12 million deficit thereafter.

**Waste Tire Management Fund** revenues accumulate through the collection of fees on the sale of tires (\$2 for a passenger/light tire; \$5 for a medium truck tire; and \$10 for an off-road tire). Permitted waste tire processors are paid \$1.50 per twenty pounds of tire material that is recycled. Payments are conditioned on the processor providing proper documentation including manifests, statements, and certified scale-weight tickets. Revenues to the fund total approximately \$8 million to \$11 million per year.

**Hazardous Waste Site Cleanup Fund** revenues are derived from judgments, settlements, and assessments of criminal or civil penalties from responsible parties. Monies from the fund are used to defray the cost of investigation, testing, containment, control, and cleanup of hazardous waste sites. The balance in the fund cannot exceed \$6 million, and any remaining funds are deposited into the Environmental Trust Fund.

## **Schedule 13 - Department of Environmental Quality**

***Budget Analyst: Christopher Keaton (342-8569)***

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**Motor Fuels Underground Storage Tank Trust Fund** revenues are realized through fees of 8/10 of 1 cent per gallon of motor fuel delivered by distributors. Monies in the fund are used to assess the release of motor fuel contaminants, to provide for alternative drinking sources where primary water sources are polluted by leaking tanks, and to clean or remediate contaminated underground tank sites. The amount budgeted from the fund in FY 2008-09 is \$25 million.

### **Significant Budget Changes**

- |     |                     |   |
|-----|---------------------|---|
| (\$ | <b>7 million)</b>   | Decreased federal funding that was transferred from the LA Office of Homeland Security and Emergency Preparedness for the removal of vehicles and vessels damaged and left deposited on public roads, right-of-ways and waterways as a result of Hurricanes Katrina and Rita (FED). |
|     |                     |   |
| (\$ | <b>3 million)</b>   | Reduced budget authority for Hazardous Waste Site Cleanup Fund (SD).  |
|     |                     |   |
| (\$ | <b>2.9 million)</b> | Decreased funding for the elimination of 40 vacant positions (SD).  |
|     |                     |   |
| (\$ | <b>2.5 million)</b> | Reduced budget authority for Waste Tire Management Fund (SD).   |

## Schedule 14 – Department of Labor

*Budget Analyst: Eddriene Sylvester (342-1964)*

SCHEDULE 14 - DEPARTMENT OF LABOR				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB1 Enrolled FY 08-09	Change from FY 07-08 FY 08-09	Percent Change
State General Fund	\$1,020,000	\$5,035,096	\$4,015,096	393.6%
Interagency Transfers	\$7,283,684	\$7,765,024	\$481,340	6.6%
Fees and Self-generated Rev	\$899,483	\$19,417	(\$880,066)	(97.8%)
Statutory Dedications	\$108,489,506	\$115,612,175	\$7,122,669	6.6%
Interim Emergency Board	\$0	\$0	\$0	0.0%
Federal Funds	\$157,365,226	\$140,573,200	(\$16,792,026)	(10.7%)
Total MOF	\$275,057,899	\$269,004,912	(\$6,052,987)	(2.2%)
Authorized Positions	1,079	1,063	(16)	(1.5%)

The major change in the Department of Labor's budget was a \$15.5 million decrease in federal funds for the Job Training and Placement via National Emergency Grant (NEG) award and Reintegration Training via the U.S. Department of Labor award for hurricane related services.

- \$ **5.0 million** Funding from the Employment Security Administration Account for the Unemployment Benefits Program. (SD)
- \$ **4.2 million** New funding and four (4) additional positions for the creation of the Workforce Commission. (SGF)
- \$ **1.7 million** Additional funding for Information Technology Projects. (SD \$479,568 and FED \$1,534,717)
- \$ **1.5 million** Transfer funding and twelve (12) positions from the Executive Department for the Workforce Commission. (SGF \$594,777, IAT \$545,544, SGR \$19,417 and FED \$356,641)
- \$ **1.3 million** Additional funding for retiree employment benefits. (FED)
- \$ **370,000** New Funding for Work It! Louisiana Program for Region 3 for education and recruitment of the region's work needs. (SGF)

## Schedule 16 - Department of Wildlife and Fisheries

*Budget Analyst: Christopher Keaton (342-8569)*

The Department of Wildlife and Fisheries is comprised of four agencies: Office of Management and Finance, Office of Secretary, Office of Wildlife, and Office of Fisheries.

SCHEDULE 16 - DEPARTMENT OF WILDLIFE AND FISHERIES				
Means of Financing (MOF)	Existing Operating Budget FY 2007-08	HB 1 Enrolled FY 2008-09	Change From FY 07-08 to FY 08-09	Percent Change From FY 07-08 to FY 08-09
State General Fund (SGF)	\$540,000	\$90,000	(\$450,000)	-83.33%
Interagency Transfers (IAT)	\$6,052,342	\$5,929,842	(\$122,500)	-2.02%
Fees and Self-gen. Rev. (SGR)	\$105,300	\$90,300	(\$15,000)	-14.25%
Statutory Dedications (SD)	\$75,429,245	\$82,477,664	\$7,048,419	9.34%
Interim Emergency Board	\$0	\$0	\$0	0.00%
Federal Funds (FED)	\$40,847,342	\$42,180,419	\$1,333,077	3.26%
<b>TOTAL MOF</b>	<b>\$122,974,229</b>	<b>\$130,768,225</b>	<b>\$7,793,996</b>	<b>6.34%</b>
<b>Authorized Positions</b>	<b>800</b>	<b>802</b>	<b>2</b>	<b>0.25%</b>

Conservation Fund revenues have been enhanced in some years by deposits from revenue derived from mineral leases from the Attakapas Wildlife Management Area. As a result, revenues over the past 10 years have varied from a low of \$24.4 million in 1998-99 to a high of \$65 million in 2004-05, with current revenue projections for FY 2007-08 to be \$42.7 million. Additionally, recurring revenues to the conservation fund have increased at a lower rate than operational costs of the department. The Department projects using a carryforward fund balance of \$17.5 million in the current year and the remaining \$8 million in FY 2008-09. Based on the Department's projected expenditures and Conservation Fund revenues in future fiscal years, there is a potential revenue shortfall of \$4.4 million in FY 2009-10 and a shortfall of \$17.4 million in FY 2010-11.

### Significant Budget Change

**\$ 2 million** Additional state general funding placed into the Aquatic Weed Control Fund to treat additional acres of aquatic vegetation and to develop research partnerships with universities to treat this plant. This will increase the funding for aquatic weed control to \$7.7 million in FY 2008-09 (SD).

## Schedule 17 - Department of Civil Service

*Budget Analyst: Eddriene Sylvester (342-1964)*

SCHEDULE 17 - DEPARTMENT OF CIVIL SERVICE				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$2,511,412	\$5,174,926	\$2,663,514	106.06%
Interagency Transfers	\$12,897,144	\$12,161,050	(\$736,094)	(5.71%)
Fees and Self-generated Rev	\$648,506	\$652,637	\$4,131	0.64%
Statutory Dedications	\$1,549,874	\$1,625,133	\$75,259	4.86%
Interim Emergency Board	\$4,949	\$0	(\$4,949)	0.00%
Federal Funds	\$0	\$0	\$0	0.00%
<b>TOTAL MOF</b>	<b>\$17,611,885</b>	<b>\$19,613,746</b>	<b>\$2,001,861</b>	<b>11.37%</b>
<b>Authorized Positions</b>	<b>167</b>	<b>188</b>	<b>21</b>	<b>12.57%</b>

The major change in the Civil Service budget was a \$1.6 million increase in State General Fund for the implementation of Ethics Reform.

- \$ **1.6 million** New funding and thirteen (13) new positions for the implementation of Ethics Reform. (SGF)
- \$ **384,670** Additional funding and four (4) new positions to the Division of Administrative Law to handle administrative hearings for the Louisiana Board of Ethics. (SGF)
- \$ **265,320** Additional funding and four (4) new positions to Ethics Administration for an increase in the number of campaign finance reports filed. (SGF)
- \$ **144,087** New funding to implement a special entrance rate for Administrative Law Judges. (IAT)

## Schedule 18 – Retirement Systems

*Budget Analyst: Christopher Keaton (342-8569)*

SCHEDULE 18- RETIREMENT SYSTEMS				
<b>Means of Financing</b>	<b>Existing Operating Budget FY 07-08</b>	<b>HB 1 Enrolled FY 08-09</b>	<b>Change from FY 06-07 to FY 07-08</b>	<b>Percent Change</b>
State General Fund	\$1,564,978	\$1,564,978	\$0	0.00%
Interagency Transfers	\$0	\$0	\$0	0.00%
Fees and Self-Generated	\$0	\$0	\$0	0.00%
Statutory Dedications	\$0	\$0	\$0	0.00%
Interim Emergency Bd.	\$0	\$0	\$0	0.00%
Federal	\$0	\$0	\$0	0.00%
<b>TOTAL MOF</b>	<b>\$1,564,978</b>	<b>\$1,564,978</b>	<b>\$0</b>	<b>0.00%</b>
<b>Authorized Positions</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0.00%</b>

State contributions reflect supplementary allowances provided by various legislation and supplemental payments to LSU Cooperative Extension retirees; this is funding for supplemental payments to the Teacher's Retirement System for members of the universities who are hired and were in the U.S. Civil Service Retirement System and now hold supplemental membership in the Teacher's Retirement System.



## Schedule 19A – Higher Education

*Budget Analyst: Lois Azzarello (342-2412)*

Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$1,412,287,746	\$1,473,508,054	\$61,220,308	4.3%
Interagency Transfers	\$446,346,867	\$424,677,208	(\$21,669,659)	(4.9%)
Fees and Self-generated Rev	\$742,815,645	\$744,811,802	\$1,996,157	0.3%
Statutory Dedications	\$164,348,106	\$141,552,031	(\$22,796,075)	(13.9%)
Interim Emergency Board	\$269,739	\$0	(\$269,739)	0.0%
Federal Funds	\$146,457,003	\$93,092,905	(\$53,364,098)	(36.4%)
Total MOF	\$2,912,525,106	\$2,877,642,000	(\$34,883,106)	(1.2%)
Authorized Positions	0	260	260	NA
STATE GENERAL FUND	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
Regents	\$54,056,904	\$51,760,932	(\$2,295,972)	(4.3%)
LUMCON	\$3,222,486	\$3,171,064	(\$51,422)	(1.6%)
LSU	\$659,609,765	\$686,024,910	\$26,415,145	4.0%
Southern	\$91,704,072	\$92,418,047	\$713,975	0.8%
ULS	\$425,944,829	\$448,270,220	\$22,325,391	5.2%
LCTCS	\$177,749,690	\$191,862,881	\$14,113,191	7.9%
TOTAL	\$1,412,287,746	\$1,473,508,054	\$61,220,308	4.3%

Higher Education's \$2.9 billion appropriation includes additional funding to ensure 100 percent formula funding for higher education institutions and continues funding for hurricane recovery, for the Community and Technical College Development Pool and for workforce training focused on construction trades, nursing and allied health professions.

259 positions categorized as Other Charges in FY 07-08 were reclassified into the Table of Organization (T.O.). One position was added for FY 08-09. Only positions in Regents and in the four management boards are counted in Higher Education's Table of Organization.

\$11 million Interagency Transfers and \$51 million Federal Funds in LCTCS are being taken off-budget and will be accounted for as restricted funds for FY 08-09. This budget authority was originally provided to the LCTCS Board of Supervisors to budget funds when the agency was on the state accounting system. Now that LCTCS is off the state accounting system and uses its own accounting system, this budget authority is no longer needed.

**\$ 37.4 million** Additional formula funding to ensure that sixteen schools projected to go below 100% for FY 08-09 remain at a 100% implementation rate (\$7.2 million to three LSU schools; \$17.5 million to five University of Louisiana schools; \$310,159 to two Southern University schools; \$9.7 million to six LCTCS schools).

**\$ 36.0 million** Continues funding from the Louisiana Quality Education Support Fund (8g) for Enhancement of Academics and

## Schedule 19A – Higher Education

*Budget Analyst: Lois Azzarello (342-2412)*

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		Research (\$21.9 million), Recruitment of Superior Graduate Fellows (\$3.8 million), Endowment of Chairs (\$3.2 million) and Carefully Designed Research Efforts (\$6 million).
\$	<b>28.1 million</b>	Continues funding from the Tobacco Tax Health Care Fund for Cancer Consortium and Research (\$17.5 million), Smoking Cessation Program (\$7 million) and for general operating expenses at two Agricultural Centers (\$3.5 million).
\$	<b>22.1 million</b>	Additional Interagency budget authority to receive a grant from the Division of Administration's Office of Community Development's Block Grant Program to be used to develop the Research Competitiveness and Educational Enhancement Program.
\$	<b>14.2 million</b>	Additional funding to Health Science Centers, EA Conway Medical Center and Huey P Long Medical Center, excluding statewide adjustments (\$11.9 million SGF; -\$12.4 million IAT; \$9.9 million SGR; -\$266,528 SD; \$5 million FED).
\$	<b>12.5 million</b>	Continues funding for Library and Scientific Acquisitions. \$3 million from the Higher Education Initiatives Fund (HEIF) funding replaces State General Fund for Library and Scientific Acquisitions in FY 08-09.
\$	<b>12.0 million</b>	Continues funding to colleges and management boards to meet challenges related to enrollment shifts due to 2005 hurricanes.
\$	<b>10.0 million</b>	Continues funding for hurricane affected campuses to help retain and recruit faculty and to restore research and operational capacity of those campuses. State General Fund replaces HEIF provided in FY 07-08: UNO (\$5.1 million); SUNO (\$969,260); Delgado (\$3.1 million); Nunez (\$388,630); SOWELA (\$335,626).
\$	<b>10.0 million</b>	New funding from Statutory Dedications out of the 2004 Overcollections Fund to LCTCS Board of Supervisors for a new workforce training program. In addition, \$110,000 new State General Fund is appropriated for expenses related to the implementation of Workforce Development initiatives, including one position.
\$	<b>4.2 million</b>	Continues funding for the Truancy Assessment and Services Centers (TASC). (\$3.5 million SGF and \$744,470 TANF)

## Schedule 19A – Higher Education

*Budget Analyst: Lois Azzarello (342-2412)*

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\$	<b>4.0 million</b>	Continues funding for the Dual Enrollment Program. State General Fund replaces HEIF for Dual Enrollment Program in FY 08-09.
\$	<b>3.3 million</b>	Additional funding for merits, retirement, group insurance, risk management, rent in state-owned buildings and miscellaneous fees.
\$	<b>3.2 million</b>	Continues funding to the University of Louisiana at Lafayette for the Louisiana Immersive Technologies Enterprise (LITE).
\$	<b>3.0 million</b>	Continues funding to the University of Louisiana at Lafayette for the Center for Child Development at the University of Louisiana in Lafayette.
\$	<b>2.0 million</b>	Continues funding for the Community and Technical College Pool. State General Fund replaces HEIF provided in FY 07-08 for the pool for community and technical schools to assist new and emerging campuses with meeting accreditation requirements and new program development needs: LCTCS Board (\$625,000); Louisiana Delta CC (\$251,235); Fletcher (\$271,650); SOWELA (\$477,115). \$375,000 was transferred to Schedule 20-930 Higher Education Debt Service for SOWELA Nursing Program.
\$	<b>1.5 million</b>	Continues funding for nursing and allied health training programs at Louisiana College (\$500,000) and Our Lady of Holy Cross College (\$1 million).
\$	<b>1.5 million</b>	Continues funding for nursing and allied health training programs. State General Fund replaces HEIF for FY 08-09.
\$	<b>1.1 million</b>	Additional funding to LSU Ag Center for the State Emergency Evacuation Center in Alexandria. Though the primary use of the building is an evacuation center, LSU Ag will use these additional dollars to operate, maintain and keep the building air conditioned year round.
\$	<b>1.0 million</b>	New funding for the Digital Media Center for the Arts, Visualization, Advanced Technologies and Research (AVATAR) at LSU A&M.
\$	<b>1.0 million</b>	Additional Federal budget authority to LSU Ag Center to reflect changes in the Federal government's distribution of formula funds and special grants.

\$	<b>572,687</b>	Additional funding from the Statutory Dedications Fireman Training Fund for the Fire and Emergency Training Institute at LSU A&M. Total funding for this program is \$4 million for FY 08-09 (\$1 million SGF; \$140,000 SD from 2 Percent Fire Insurance Fund and \$2.8 million SD from the Fireman Training Fund).
\$	<b>500,000</b>	New funding for the Animation and Visual Effects Program at LSU in Shreveport.
\$	<b>471,600</b>	New funding for Paul M Hebert Law Center for a clinical program.
\$	<b>350,000</b>	Continues funding to Southern Board of Supervisors for Southern University in Shreveport for the Business Incubator Program.
\$	<b>200,000</b>	New funding for the Delta Regional Initiative for program development at the LSU Agricultural Center.
\$	<b>200,000</b>	New funding for the Louisiana PREP enrichment program at LSU in Shreveport.
\$	<b>200,000</b>	Continues funding to Regents for the Louisiana Endowment for the Humanities.
\$	<b>175,000</b>	New funding for an applied behavioral analysis (ABA) training program at McNeese State University for direct care workers for the developmentally disabled.
\$	<b>150,000</b>	New funding for Center for Dyslexia and Related Learning Disorders at Nicholls State University.
\$	<b>150,000</b>	Continues funding for University of Louisiana in Lafayette for expenses related to Clean Power and Energy Research Consortium.

The following table reflects changes in State General Fund and in Total Means of Finance between FY 07-08 and FY 08-09 by school and system.

# HIGHER EDUCATION

	Existing Operating Budget (FY 07-08)		Act 1 of the 2008 Regular Session		Change between Act 1 of the 2008 Regular Session and FY 07-08 Existing Operating Budget	
	SGF	Total	SGF	Total	SGF	Total
SU A&M	\$230,053,696	\$436,654,538	\$235,259,783	\$443,407,625	\$5,206,087	\$6,753,087
UNO	\$65,719,650	\$123,437,839	\$70,712,898	\$122,574,829	\$4,993,248	(\$863,010)
SU-S	\$17,546,142	\$31,819,503	\$18,228,909	\$31,905,513	\$682,767	\$86,010
SU-A	\$10,719,873	\$18,770,546	\$12,640,539	\$20,740,781	\$1,920,666	\$1,970,235
SU-E	\$8,687,454	\$13,913,560	\$8,639,832	\$13,906,274	(\$47,622)	(\$7,286)
SU Law	\$9,432,233	\$19,693,306	\$9,564,237	\$19,900,166	\$132,004	\$206,860
SUHSC NO	\$120,554,564	\$207,803,466	\$117,725,375	\$200,022,502	(\$2,829,189)	(\$7,780,964)
SUHSC S	\$64,870,938	\$396,932,666	\$71,265,264	\$423,693,958	\$6,394,326	\$26,761,292
ernington	\$16,193,482	\$17,125,777	\$16,186,487	\$17,150,614	(\$6,995)	\$24,837
LA Conway	\$12,536,402	\$87,269,467	\$13,290,934	\$89,695,385	\$754,532	\$2,425,928
Huey P Long	\$6,238,178	\$65,904,114	\$14,404,067	\$60,619,144	\$8,165,889	(\$5,284,970)
SU Ag	\$86,099,095	\$109,724,797	\$86,902,012	\$112,433,303	\$802,917	\$2,708,506
board	\$10,958,058	\$10,958,058	\$11,204,573	\$11,204,573	\$246,515	\$246,515
<b>SU System</b>	<b>\$659,609,766</b>	<b>\$1,540,007,617</b>	<b>\$686,024,910</b>	<b>\$1,567,254,667</b>	<b>\$26,415,145</b>	<b>\$27,247,050</b>
LL	\$84,557,217	\$135,778,144	\$91,391,285	\$149,255,300	\$6,834,068	\$13,477,156
a Tech	\$57,601,549	\$101,041,625	\$60,282,796	\$102,742,154	\$2,681,247	\$1,700,529
ILM	\$55,045,592	\$86,951,645	\$54,690,974	\$86,869,545	(\$354,618)	(\$82,100)
outheastern	\$71,698,367	\$120,311,470	\$76,604,177	\$125,517,262	\$4,905,810	\$5,205,792
ranbling	\$30,511,604	\$56,281,588	\$30,468,921	\$56,809,327	(\$42,683)	\$527,739
McNeese	\$41,251,962	\$68,914,742	\$43,223,499	\$71,089,210	\$1,971,537	\$2,174,468
Northwestern	\$47,853,538	\$79,583,954	\$47,943,593	\$78,370,518	\$90,055	(\$1,213,436)
Richolls	\$34,553,258	\$59,879,932	\$34,496,533	\$58,726,910	(\$56,725)	(\$1,153,022)
board	\$2,871,742	\$3,707,742	\$9,168,442	\$10,356,565	\$6,296,700	\$6,648,823
<b>IL System</b>	<b>\$425,944,829</b>	<b>\$712,450,842</b>	<b>\$446,270,220</b>	<b>\$739,736,791</b>	<b>\$22,325,391</b>	<b>\$27,285,949</b>
outhern A&M	\$53,058,703	\$92,727,322	\$52,876,698	\$92,735,078	(\$182,005)	\$7,756
UNO	\$14,955,755	\$22,779,825	\$15,589,792	\$22,528,577	\$634,037	(\$251,248)
outhern Law	\$7,186,083	\$10,815,649	\$7,423,061	\$11,103,097	\$236,978	\$287,448
outhern-Sareveport (10)	\$8,642,321	\$13,407,441	\$8,718,065	\$13,518,686	\$75,744	\$111,245
outhern Ag	\$4,183,575	\$9,032,800	\$4,136,099	\$8,997,364	(\$47,476)	(\$35,436)
board	\$3,677,635	\$3,677,635	\$3,674,332	\$3,674,332	(\$3,303)	(\$3,303)
<b>outhern System</b>	<b>\$91,704,072</b>	<b>\$152,440,672</b>	<b>\$92,418,047</b>	<b>\$152,557,134</b>	<b>\$713,975</b>	<b>\$116,462</b>
elgado CC	\$35,574,811	\$67,639,527	\$41,562,910	\$70,656,867	\$5,988,099	\$3,017,340
ORCC	\$19,134,793	\$28,953,013	\$20,881,909	\$31,249,572	\$1,747,116	\$2,296,559
ossier Parish CC	\$13,676,735	\$21,838,401	\$15,331,889	\$23,539,977	\$1,655,154	\$1,701,576
unex CC	\$4,899,291	\$8,774,551	\$5,206,743	\$8,317,799	\$307,462	(\$456,752)
cker Parishes CC	\$2,843,251	\$4,356,323	\$3,205,002	\$4,724,941	\$361,751	\$368,618
outh Louisiana CC	\$5,716,827	\$10,065,403	\$7,579,296	\$11,940,598	\$1,862,469	\$1,875,195
ouisiana Delta CC	\$3,649,833	\$5,918,751	\$4,423,776	\$6,614,655	\$773,943	\$695,904
owela CC	\$7,039,619	\$11,290,263	\$7,976,470	\$11,440,384	\$936,851	\$150,121
etcher Tech CC	\$4,604,562	\$6,591,063	\$4,842,435	\$6,573,780	\$237,873	(\$17,283)
TC (42 campuses)	\$76,809,017	\$127,882,695	\$76,151,054	\$92,491,015	(\$657,963)	(\$35,391,680)
board	\$3,800,951	\$45,205,666	\$4,701,397	\$14,801,397	\$900,446	(\$30,404,269)
CTCS	\$177,749,690	\$338,515,856	\$191,862,881	\$282,350,985	\$14,113,191	(\$56,164,671)
egents	\$54,056,904	\$159,859,233	\$51,760,932	\$126,531,352	(\$2,295,972)	(\$33,327,881)
UMCON	\$3,222,486	\$9,251,086	\$3,171,064	\$9,211,071	(\$51,422)	(\$40,015)
<b>IED TOTAL</b>	<b>\$1,412,287,746</b>	<b>\$2,912,525,106</b>	<b>\$1,473,508,054</b>	<b>\$2,877,642,000</b>	<b>\$61,220,308</b>	<b>(\$34,883,106)</b>

## Schedule 19 – Special Schools and Commissions

*Budget Analyst: George Silbernagel (342-5748)*

SCHEDULE 19 - SPECIAL SCHOOLS AND COMMISSIONS				
Means of Financing (MOF)	Existing Operating Budget FY07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$181,815,332	\$185,551,265	\$3,735,933	2.1%
Interagency Transfers	\$24,098,396	\$26,279,103	\$2,180,707	9.0%
Fees and Self-generated Rev	\$1,235,788	\$1,533,421	\$297,633	24.1%
Statutory Dedications	\$58,452,328	\$65,261,595	\$6,809,267	11.6%
Interim Emergency Board	\$0	\$0	\$0	0.0%
Federal Funds	\$37,084,707	\$38,010,677	\$925,970	2.5%
Total MOF	\$302,686,551	\$316,636,061	\$13,949,510	4.6%
Authorized Positions	1,023	1,021	-2	-0.2%

The \$14 million increase in Total Means of Finance for Special Schools and Commissions is primarily due to additional State General Fund for the Louisiana Go Grant and a Means of Finance Substitution of State General Fund with TOPS Funds for TOPS awards. Special Schools and Commissions includes the Louisiana School for the Visually Impaired, the Louisiana School for the Deaf, the Louisiana Special Education Center, the Louisiana School for Math, Science and the Arts, the Office of Student Financial Assistance, the Louisiana Educational Television Authority, the Board of Elementary and Secondary Education and the New Orleans Center for the Creative Arts.

- \$ 119.7 million** Total FY 08-09 appropriation for the Tuition Opportunity Program for Students (SGF and Statutory Dedicated TOPS Fund). The Office of Student Financial Assistance projects approximately 43,500 TOPS awards for FY 08-09.
- \$ 24.2 million** Total FY 08-09 appropriation for the Louisiana “GO Grant” need-based financial assistance program (SGF).

**Schedule 19 – Department of Education**  
**Budget Analyst: George Silbernagel (342-5748)**

SCHEDULE 19 - DEPARTMENT OF EDUCATION				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
State General Fund	\$3,173,961,314	\$3,357,837,738	\$183,876,424	5.8%
Interagency Transfers	\$495,370,588	\$212,007,401	(\$283,363,187)	(57.2%)
Fees and Self-generated Rev	\$4,321,361	\$4,474,906	\$153,545	3.6%
Statutory Dedications	\$307,455,526	\$356,220,859	\$48,765,333	15.9%
Interim Emergency Board	\$0	\$0	\$0	0.0%
Federal Funds	\$1,382,229,162	\$1,016,357,988	(\$365,871,174)	(26.5%)
Total MOF	\$5,363,337,951	\$4,946,898,892	(\$416,439,059)	(7.8%)
Authorized Positions	858	825	(33)	(3.8%)

The \$184 million increase in SGF for the Department of Education is due to increases in the MFP for normal growth and certificated pay increases and funding of Superintendent Pastorek's Literacy and Numeracy Initiative as well as enhanced funding for Career and Technical Education and Alternative Schools. The reduction in Total Means Of Finance is due primarily to nonrecurring of one-time Federal Funds and Interagency Transfers for hurricane relief that have been allocated to the affected school districts.

- \$ **3.27 billion** Total FY 08-09 appropriation for the Minimum Foundation Program (MFP). This is a \$90 million increase for normal growth, increases for the At-Risk and Career-Technical weights, the Mandated Cost Per Pupil amount and other adjustments. Included in the appropriation is \$55 million for certificated pay increases, which when added to the pay increases funded within the MFP, provide a \$1,019 across-the-board certificated pay increase projected to maintain the Louisiana average teacher salary at the SREB average teacher salary.
- \$ **80.4 million** Continued funding for the LA4 Early Childhood Program for four-year old at-risk children. 15,980 4-year old children are presently being served in the program.
- \$ **48.6 million** \$1,000 one-time salary supplement for school support personnel and nonpublic lunchroom employees funded out of the Statutory Dedicated Louisiana Mega-Project Development Fund.
- \$ **43.2 million** K-12 Accountability Initiatives include:
  - \$ 16.4 million High Stakes Remediation and Louisiana Educational Assessment Program (LEAP) 21 Tutoring (SGF)
  - \$ 2.0 million Graduation Exit Examination (GEE) 21 Summer School (SGF)

## Schedule 19 – Department of Education

*Budget Analyst: George Silbernagel (342-5748)*

- \$ 3.2 million Distinguished Educators (SGF)
- \$ 14.7 million Testing (SGF)
- \$ 4.7 million K-12 Rewards (SGF)
- \$ 2.2 million School Accountability and Assistance (SGF)

**\$ 33.0 million** Total SGF appropriation for Nonpublic Educational Assistance – the nonpublic Statutory Dedicated Education Excellence Funds (tobacco settlement funds) were transferred in HB 1 to a different budget unit within the Louisiana Department of Education. This includes a \$1 million enhancement for Required Services Reimbursements.

**\$ 31.6 million** Funding for 10 Type 2 Charter Schools. Two new Type 2 Charter Schools, D’Arbonne Woods Charter School and Children's Charter School, are also listed below.

FY 08-09 TYPE 2 CHARTER SCHOOL FUNDING INFORMATION					
Type 2 Charter Schools		State Funding Per Pupil	Projected Student Count	Total Allocation	
1	Avoyelles Public Charter		\$5,716	703	\$4,018,348
2	Maxine Giardina Charter School		\$7,073	100	\$707,300
3	Belle Chasse Academy		\$10,780	820	\$8,839,600
4	Delhi Charter School		\$6,655	500	\$3,327,500
5	Glencoe Charter School		\$6,890	392	\$2,700,880
6	International School of LA		\$7,433	448	\$3,329,984
7	Milestone/SABIS Academy		\$7,433	456	\$3,389,448
8	New Vision Learning		\$7,769	357	\$2,773,533
9	D'Arbonne Woods Charter (new)				
10	Children's Charter School (new)				
TOTAL				3776	\$31,638,565

**\$ 12.6 million** New funding for Ensuring Literacy and Numeracy for All Initiative.

**\$ 10.0 million** New funding for the Flexible Pay Initiative.

**\$ 10.0 million** New funding for Student Scholarships in the New Orleans area.

**\$ 8.5 million** New funding for extended instruction in the Recovery School District.



## Schedule 19 – Department of Education

*Budget Analyst: George Silbernagel (342-5748)*

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\$	<b>8.2 million</b>	New funding for the following initiatives: Career and Technical Education Initiative (\$4.5 million), the Alternative Schools/Options Initiative (\$2.9 million) and the Louisiana Leadership Excellence Initiative (\$800,000).
\$	<b>4.7 million</b>	Subsidy of health insurance premiums in the following school systems adversely impacted by hurricanes in the Gulf of Mexico in calendar year 2005: City of Bogalusa, Cameron, Orleans, Plaquemines and St. Bernard. Contained in HB No. 1287, the 07-08 Supplemental Appropriations Bill.
\$	<b>6.1 million</b>	Funding to reimburse school systems for paying the \$5,000 certification salary adjustment to teachers and administrators who have achieved certification from the National Board for Professional Teaching Standards (SGF). 1,217 salary adjustments are projected for FY 08-09.
\$	<b>2.4 million</b>	New funding to reimburse school systems for paying the \$5,000 salary supplement to school speech-language pathologists and audiologists who hold a certificate from the American Speech-Language Hearing Association (SGF). 488 salary supplements are projected for FY 08-09.
\$	<b>1.5 million</b>	Continued funding to reimburse school systems for paying the \$5,000 salary supplement to certificated school social workers who hold a social work specialist credential from the National Association of Social Workers (SGF). 300 salary supplements are projected for FY 08-09.
\$	<b>1.2 million</b>	Funding to reimburse school systems for paying the \$5,000 certification salary adjustment to counselors who have achieved certification from the National Board of Certified Counselors (SGF). 250 salary adjustments are projected for FY 08-09.
\$	<b>1.0 million</b>	Funding to reimburse school systems for paying the \$5,000 salary supplement to school psychologists who have a credential issued by the National School Psychology Certification Board (SGF). 200 salary adjustments are projected for FY 08-09.
\$	<b>664,473</b>	Continued funding (since FY 01-02) for the On-Line Database Resources available to all public and nonpublic school teachers and students, 24 hours a day – 7 days a week (SGF).

## Schedule 19 – LSU Health Care Services Division

*Budget Analyst: Nancy Keaton (342-8596)*

STATE GENERAL FUND (SGF)	Existing Operating Budget FY 07-08	HB 1 Enrolled Bill FY 08-09	Change from FY 07-08 to FY 08-09	Percent Change
Earl K. Long Medical Center (Baton Rouge)	\$10,495,894	\$12,418,179	\$1,922,285	18.3%
University Medical Center (Lafayette)	\$4,740,043	\$5,921,047	\$1,181,004	24.9%
W.O. Moss Regional Medical Center (Lake Charles)	\$4,870,342	\$5,499,891	\$629,549	12.9%
Lallie Kemp Regional Medical Center (Independence)	\$5,315,730	\$5,318,692	\$2,962	0.1%
Washington-St. Tammany Regional Medical Center (Bogalusa)	\$2,712,667	\$3,261,551	\$548,884	20.2%
Leonard J. Chabert Medical Center (Houma)	\$4,278,150	\$4,664,962	\$386,812	9.0%
The Medical Center of Louisiana at New Orleans	\$41,294,967	\$46,073,877	\$4,778,910	11.6%
Additional funding	N/A	\$8,650,000	\$8,650,000	N/A
<b>TOTAL SGF</b>	<b>\$73,707,793</b>	<b>\$91,808,199</b>	<b>\$18,100,406</b>	<b>24.6%</b>

State General Fund (SGF) is the only means of finance appropriated directly to HCSD hospitals in the General Appropriations Bill. The hospitals operate with other means of finance including Medicaid, UCC, Medicare, and revenue from commercial and private pay patients. Medicaid and UCC are appropriated to the Department of Health and Hospitals budget based on projected allowable claims and available state and federal funds.

Funding authority available to HCSD hospitals in the Department of Health and Hospitals (DHH) budget include:

- \* Medicaid reimbursement of \$224 million, an increase of \$46.5 million (26%) over FY 07-08
- \* UCC reimbursement of \$480 million, an increase of \$9 million (2%) over FY 07-08

Funding added for HCSD hospitals in FY 08-09 include:

\$	<b>14.65 million SGF</b>	Additional funding for hospital operations
\$	<b>1.5 million SGF</b>	Funding for a statewide colorectal cancer screening demonstration project
\$	<b>1.5 million SGF</b>	Funding for a tele-health program for disease management

## Schedule 20 – Other Requirements

*Budget Analyst: Eddriene Sylvester (342-1964)*

SCHEDULE 20 - OTHER REQUIREMENTS				
Means of Financing (MOF)	Existing Operating Budget FY 07-08	HB 1 Enrolled FY 08-09	Change from FY 07-08 FY 08-09	Percent Change
State General Fund	\$376,998,284	\$417,197,353	\$40,199,069	10.7%
Interagency Transfers	\$53,026,277	\$53,026,277	\$0	0.0%
Fees and Self-generated Rev	\$288,034	\$288,034	\$0	0.0%
Statutory Dedications	\$264,431,285	\$266,796,285	\$2,365,000	0.9%
Interim Emergency Board	\$0	\$0	\$0	0.0%
Federal Funds	\$0	\$0	\$0	0.0%
Total MOF	\$694,743,880	\$737,307,949	\$42,564,069	6.1%
Authorized Positions	0	0	0	0.0%

\$	<b>21.5 million</b>	Provides funding for special legislative projects. (SGF)
\$	<b>8.3 million</b>	Provides funding for FY 08-09 debt service payment for Federal City. (SGF)
\$	<b>6.7 million</b>	Provides funding for an increase in per diem of \$1 per inmate for the housing of state inmates in local correctional facilities and for adult work release programs. (SGF)
\$	<b>3.0 million</b>	Additional funding for salary increases for Assistant District Attorneys. (SGF)
\$	<b>2.6 million</b>	Additional funding for the first debt service payment on the bonds issued to purchase the Steve Hoyle Rehabilitation Center in Tallulah. (SGF)
\$	<b>1.6 million</b>	Additional funding for the Local Housing of State Juvenile Offenders. (SGF)
\$	<b>1.0 million</b>	Provides funding from the Greater New Orleans Sports Fund to the Greater New Orleans Sports foundation. (SD)

# **Supplemental Appropriations Bill**

## Fiscal Year 2007-2008 Supplemental Appropriations

*Legislative Analyst: Elise Read (342-1394)*

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**HB46 (Act No. 7)** of the 2008 2<sup>nd</sup> Extraordinary Session provided for supplemental operating and capital outlay appropriations for Fiscal Year 2007-2008. The appropriation of this \$1,015,000,000 in State General Fund (Direct) was associated with an increase in the Fiscal Year 2007-2008 expenditure limit. Major areas of funding included:

\$	400 million	Highway and bridge construction projects
\$	300 million	Coastal restoration and protection projects
\$	77 million	Port construction and improvement projects
\$	75 million	Major repairs at state colleges and universities
\$	57 million	Department of Economic Development for infrastructure improvements for the Cyber Innovation Center
\$	40 million	Payment on the UAL for the Teachers' Retirement System
\$	20 million	Payment on the UAL for the Louisiana State Employees' Retirement System

**HB1287** of the 2008 Regular Session provides for supplemental appropriations, and adjustments to appropriations for Fiscal Year 2007-2008 as follows: State General Fund (Direct) increases by \$178,887,874; Interagency Transfers decrease by \$41,556,289; Fees and Self-Generated Revenues decrease by \$28,069,072; Statutory Dedications decrease by \$78,445,662; Federal Funds decrease by \$78,195,662. Major areas of funding included:

\$	19 million	Louisiana Stadium and Exposition District for operations
\$	12 million	Louisiana State University Health Science Center-Health Care Services Division for uncompensated cared costs at the medical centers
\$	10 million	Department of Economic Development for the Economic Development Awards Program
\$	9 million	Earl K. Long Medical Center, University Hospital, W.O. Moss Medical Center, Washington-St. Tammany Medical Center, and Medical Center of Louisiana at New Orleans, for operations
\$	8 million	Huey P. Long Medical Center and the LSU-Health Sciences Center in Shreveport for operations
\$	8 million	Board of Regents for support of the endowed chairs program
\$	5.4 million	Department of Agriculture for boll weevil eradication efforts
\$	5 million	Second Harvest Food Bank of Greater New Orleans and Acadiana
\$	3 million	Louisiana State University Board of Supervisors for implementation of an electronic medical records system in the public hospitals
\$	2.7 million	Sheriff's housing of state inmates
\$	1.5 million	Department of Economic Development for the N.I.M.S. film center
\$	750,000	Louisiana Community and Technical Colleges Board of Supervisors for a workforce master plan and associated activities

The bill also provided for reductions to state agencies' budgets resulting from the hiring freeze required by Executive Order BJ 2008-3. Total State General Fund (Direct) reductions exceeded \$42 million, with a reduction in the total means of finance of approximately \$114 million.

**Tax**

**Reductions**

**Enacted in 2008**

## Tax Reductions

*Alison Pryor, Ways and Means Committee (342-8357)*

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### Individuals

- ▶ **SB 87 by Senator Shaw (2008 Regular Session)**  
Restores individual income tax brackets to the same amounts in effect prior to enactment of the Stelly Plan (Act No. 51 of 2002 R.S.) and requires the Dept. of Revenue to amend withholding tables after July 1, 2009. Effective for tax periods beginning on and after Jan. 1, 2009.

Estimated revenue loss to the state is as follows:

FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	5 Year Total
(\$0)	(\$359 M)	(\$251 M)	(\$261 M)	(\$273 M)	(\$1,145B)

- ▶ **SB 5 by Senator Marionneaux (Act No. 8 of the 2008 Second Extraordinary Session)** *Applicable to amounts paid on and after January 1, 2009.*  
Authorizes a deduction for the sum of amounts paid or incurred during the taxable year for tuition and fees required for a student's enrollment in a nonpublic elementary or secondary school or to any public elementary or secondary laboratory school operated by a public college or university. Limits the deduction to 50% of the actual amount of tuition and fees paid by the taxpayer per child or \$5,000 per child, whichever is less. Defines "tuition" to include the purchase of school uniforms required for general day-to-day use, the purchase of textbooks, curricula, or other instructional materials required by schools, and the purchase of school supplies required by schools.

Authorizes a deduction for 50% of amounts paid or incurred during a tax year by a taxpayer for textbooks and curricula for home-schooled students, limited to \$5,000 per child.

Authorizes a deduction for certain educational expenses for a quality public education equal to 50% of the actual amount paid during a tax year by a taxpayer per student or \$5,000, whichever is less, for the purchase of school uniforms for general day-to-day use, textbooks, curricula, instructional materials, or the purchase of school supplies, all as required by the school.

Estimated revenue loss to the state is as follows:

FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	5 Year Total
(\$0)	(\$23.3 M)	(\$24.5 M)	(\$25.7 M)	(\$27 M)	(\$100.5 M)

- ▶ **HB 18 by Representative Greene (Act No. 5, 2008 Second Extraordinary Session)**  
Provides that federal income tax rebates and credits received by a taxpayer for the 2008 tax year as enacted in the federal Stimulus Act of 2008 shall not reduce the

## Tax Reductions

*Alison Pryor, Ways and Means Committee (342-8357)*

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federal income tax liability. Effective for taxable years beginning in calendar year 2008.

### **Businesses**

- ▶ **HB 1 by Greene (Act No. 1, 2008 Second Extraordinary Session)**  
Provides for a 1% reduction (beginning July 1, 2008) in the state sales and use tax on business purchases of electricity and natural gas (from 3.3% to 2.3%) and a 1% reduction (from 3.8% to 2.8%) on steam and water. The tax shall be completely eliminated after June 30, 2009. Provides for a complete sales tax exclusion for nonresidential purchases of other fuels such as butane and propane. Effective July 1, 2008.

Estimated revenue loss to the state is as follows:

FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	5 Year Total
(\$69 M)	(\$68 M)	(\$68 M)	(\$68 M)	(\$68 M)	(\$342 M)

- ▶ **HB 9 by Representative Richmond (Act No. 4, 2008 Second Extraordinary Session)** *Effective March 24, 2008*  
Authorizes an additional \$50 million in aggregate tax credits in the New Markets Tax Credit Program after April 1, 2008, to be allocated as follows:

\$25 million for the period 4/1/2008 to 12/31/2008.

\$12.5 million, plus any unissued credits from the prior year, for the period 1/1/2009 to 12/31/2009.

\$12.5 million, plus any unissued credits from the prior year, for the period 1/1/2010 to 12/31/2010.

For all subsequent years, any unissued credits from any prior year.

Estimated revenue loss to the state is as follows:

FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	5 Year Total
(\$10 M)	(\$15 M)	(\$15 M)	(\$7.5 M)	(\$2.5 M)	(\$50 M)

- ▶ **SB 10 by Senator Marionneau (Act No. 10, 2008 Second Extraordinary Session)**  
Accelerates the phase-in (by one year) of excluding "borrowed capital" (debt) from "taxable capital". Taxable capital includes items such as capital stock, surplus, undivided profits, and borrowed capital of a corporation. Borrowed capital shall be completely excluded from taxable capital beginning in 2011 rather than 2012.

Estimated revenue loss to the state is as follows:



## Tax Reductions

*Alison Pryor, Ways and Means Committee (342-8357)*

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FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	5 Year Total
(\$0)	(\$0)	(\$26 M)	(\$0)	(\$0)	(\$26 M)

- ▶ **SB 12 by Senator Marionneaux (Act No. 12, 2008 Second Extraordinary Session)**  
Accelerates (by one year) the phase-out of state sales taxes on purchases of manufacturing machinery and equipment completely excluding 100% of state sales taxes on such purchases effective for taxable periods after July 1, 2009.

Estimated revenue loss to the state is as follows:

FY 2008-09	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	5 Year Total
(\$0)	(\$4 M)	(\$0)	(\$0)	(\$0)	(\$4 M)

# **State Debt**

## HB 2 – Capital Outlay

*Capital Outlay Specialist: Ashley Albritton (342-8623)*

<b>HB 2 - CAPITAL OUTLAY</b>	
<b>MEANS OF FINANCING</b>	<b>AMOUNT</b>
<b>STATE GENERAL FUND (DIRECT)</b>	<b>\$10,000,000</b>
<b>FEDERAL FUNDS (excluding FEDERAL-TTF)</b>	<b>\$13,746,000</b>
<b>FEDERAL FUNDS – TTF (FEDERAL HIGHWAY FUNDS)</b>	<b>\$587,300,000</b>
<b>TRANSPORTATION TRUST FUND (TTF) - REGULAR</b>	<b>\$178,212,952</b>
<b>TIMED FUNDS</b>	<b>\$17,813,221</b>
<b>INTER-AGENCY TRANSFER</b>	<b>\$31,532,840</b>
<b>MISC STATUTORY DEDICATIONS</b>	<b>\$78,272,700</b>
<b>FEES &amp; SELF GENERATED CASH</b>	<b>\$79,225,664</b>
<b>REAPPROPRIATED CASH</b>	<b>\$2,189,574</b>
<b>SUB-TOTAL CASH</b>	<b>\$998,292,951</b>
<b>REVENUE BONDS</b>	<b>\$1,587,890,400</b>
<b>SUB-TOTAL CASH &amp; REV BONDS</b>	<b>\$2,586,183,351</b>
<b>GENERAL OBLIGATION BONDS</b>	
<b>PRIORITY 1</b>	<b>\$1,198,885,000</b>
<b>PRIORITY 2</b>	<b>\$57,795,000</b>
<b>PRIORITY 3</b>	<b>0</b>
<b>PRIORITY 4</b>	<b>0</b>
<b>SUB-TOTAL PRIORITIES 1-4</b>	<b>\$1,256,680,000</b>
<b>PRIORITY 5</b>	<b>\$1,028,395,000</b>
<b>SUB-TOT GEN OBLIG BONDS</b>	<b>\$2,285,075,000</b>
<b>BND\$ NRP(Reallocated bond proceeds)</b>	<b>\$6,663,523</b>
<b>TOTAL OF H.B. 2</b>	<b>\$4,877,921,874</b>
<b>Cash Line of Credit/Bond Sale Limit</b>	<b>1251475000</b>
<b>Cash Line of Credit/Bond Sale commitment for Pr.1 projects</b>	<b>-1198885000</b>
<b>Cash Line of Credit/Bond Sale amount avail for Pr.2</b>	<b>52590000</b>

The line of credit capacity available for Priority 2 will be able to fund about 91% of the Priority 2 amount.

Funding for capital outlay projects can also be found in HB 1287, the Supplemental Appropriations Bill for FY 07-08.

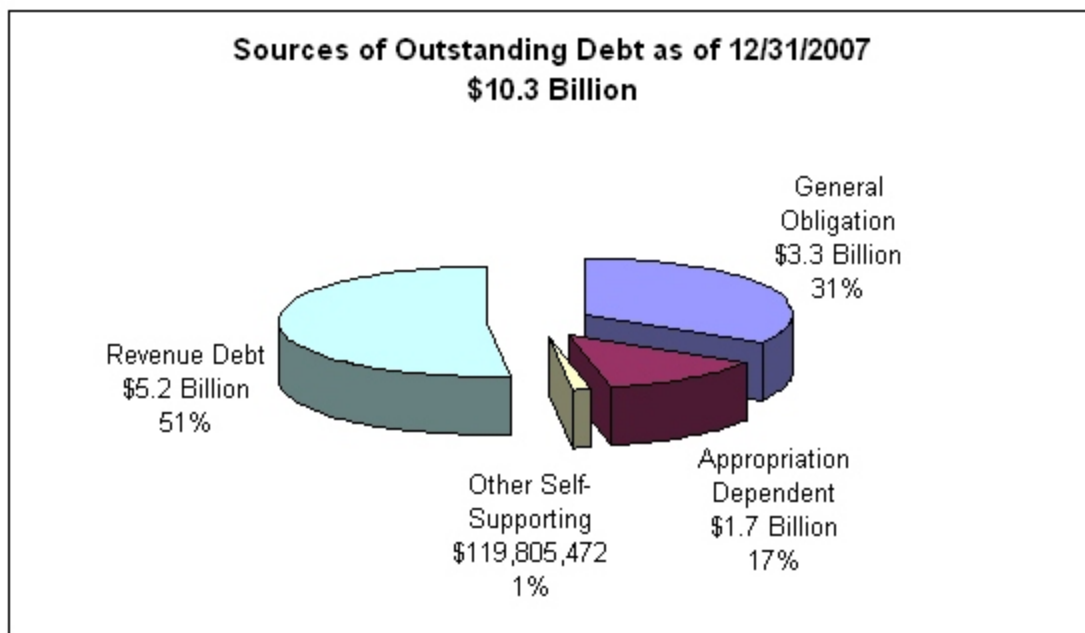
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## AFTER THE FACT 2008 DEBT INFORMATION

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<b>STATE DEBT AND DEBT SERVICE</b>
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- The State is prohibited from issuing Net State Tax Supported Debt (NSTSD) if the debt service required by such debt exceeds 6% in each fiscal year of tax, license and fee revenue. Assuming an average interest rate of 5.00% for each issuance, projections from the Net State Tax Supported Debt Projection Model\* preliminarily indicate that the State has the capability of issuing \$700,000,000 of General Obligation Bonds in Fiscal Year 2008-2009, \$300,000,000 of General Obligation Bonds in each succeeding Fiscal Year, issuing Gasoline and Fuels Tax Revenue Bonds (TIMED) series of approximately \$500,000,000 in fiscal Year 2009-2010, as well as additional issues for Calcasieu Public Trust Authority (\$10,000,000 South Louisiana Facilities Corporation, SOWELA); LCDA \$200,000,000 LCTCS Community & Technical College Facilities Corporation; LCDA \$43,785,000 LCTCS Delta Campus Facilities Corporation; Southern University \$6,000,000 Southwest Center Project; Office Facilities Corporation \$80,000,000 New Orleans Office Building Project; all projected series and amounts.\*
- In FY 07-08, the State has not issued new money General Obligation Bonds. The State Bond Commission authorized the issuance of several non-general obligation issues which fall under the definition of NSTSD totaling approximately \$383,000,000, including (a) \$283,465,000 Louisiana Public Facilities Authority Revenue Bonds (Hurricane Recovery Program) Series 2007; several issuances by the Louisiana Agricultural Finance Authority totaling approximately \$84 million; and \$23,000,000 Louisiana Correction Facilities Corporation (Swanson Correctional Center for Youth).



\*Unofficially adopted.

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